Malnutrition in all its forms – undernutrition, micronutrient deficiencies, and overweight and obesity – imposes unacceptably high economic and social costs on countries at all income levels. Improving nutrition and reducing these costs requires a multisectoral approach that begins with food and agriculture and includes complementary interventions in public health and education. The traditional role of agriculture in producing food and generating income is fundamental, but the entire food system – from inputs and production, through processing, storage, transport and retailing, to consumption – can contribute much more to the eradication of malnutrition.

Agricultural policies and research must continue to support productivity growth for staple foods while paying greater attention to nutrient-dense foods and more sustainable production systems. Traditional and modern supply chains can enhance the availability of a variety of nutritious foods and reduce nutrient waste and losses. Governments, international organizations, the private sector and civil society can help consumers choose healthier diets, reduce waste and contribute to more sustainable use of resources by providing clear, accurate information and ensuring access to diverse and nutritious foods.
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As the world debates the Post-2015 Development Agenda, we must strive for nothing less than the eradication of hunger, food insecurity and malnutrition. The social and economic costs of malnutrition are unconscionably high, amounting to perhaps $US3.5 trillion per year or $US500 per person globally. Maternal and child malnutrition still impose a larger burden than overweight and obesity, although the latter is increasing even in developing regions. The challenge for the global community, therefore, is to continue fighting hunger and undernutrition while preventing or reversing the emergence of obesity.

This edition of The State of Food and Agriculture: Food systems for better nutrition makes the case that good nutrition begins with food and agriculture. Food systems around the world are diverse and changing rapidly. Food systems have become more industrial, commercial and global, unleashing processes of productivity growth, economic development and social transformation being felt around the world. These processes have profound implications for diets and nutritional outcomes.

Commercialization and specialization in agricultural production, processing and retailing have enhanced efficiency throughout the food system and increased the year-round availability and affordability of a diverse range of foods for most consumers in the world. At the same time, concerns are mounting about the sustainability of current consumption and production patterns, and their implications for nutritional outcomes.

Food systems must ensure that all people have access to a diverse range of nutritious foods and to the knowledge and information they need to make healthy choices. The contributions of food and agriculture to nutritional outcomes through production, prices and incomes are fundamental and must not be neglected, but food systems as a whole can contribute much more. This report identifies a number of specific actions that can be taken to improve the contribution of food systems to better nutrition. At the same time, reductions in food and nutrient losses throughout the food system can enhance both environmental sustainability and nutrition.

Food system strategies for nutrition are often contrasted with those that rely on medically based interventions such as vitamin and mineral supplements. Although food supplements can address specific dietary deficiencies, a nutritious diet ensures that people get the whole complex of nutrients they need and thus is the only approach that addresses all forms of malnutrition. What is more, food system strategies further recognize the social, psychological and cultural benefits that come from enjoying a variety of foods. Malnutrition is a complex problem that requires integrated action across sectors, but good nutrition must begin with food and agriculture. This report helps point the way.

José Graziano da Silva
FAO DIRECTOR-GENERAL
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# Abbreviations and acronyms

<table>
<thead>
<tr>
<th>Acronym</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>BMI</td>
<td>body mass index</td>
</tr>
<tr>
<td>CONSEA</td>
<td>National Council for Food Security (Conselho Nacional de Segurança Alimentar e Nutricional)</td>
</tr>
<tr>
<td>DALY</td>
<td>disability-adjusted life year</td>
</tr>
<tr>
<td>EU</td>
<td>European Union</td>
</tr>
<tr>
<td>GDP</td>
<td>gross domestic product</td>
</tr>
<tr>
<td>HFP</td>
<td>Homestead Food Production (project)</td>
</tr>
<tr>
<td>IFPRI</td>
<td>International Food Policy Research Institute</td>
</tr>
<tr>
<td>MCLCP</td>
<td>Roundtable for Poverty Reduction (Mesa de Concertación para la Lucha Contra la Pobreza)</td>
</tr>
<tr>
<td>MDG</td>
<td>Millennium Development Goal</td>
</tr>
<tr>
<td>NGO</td>
<td>non-governmental organization</td>
</tr>
<tr>
<td>OECD</td>
<td>Organisation for Economic Co-operation and Development</td>
</tr>
<tr>
<td>OFSP</td>
<td>orange-fleshed sweet potato</td>
</tr>
<tr>
<td>R&amp;D</td>
<td>research and development</td>
</tr>
<tr>
<td>REACH</td>
<td>Renewed Efforts Against Child Hunger and undernutrition</td>
</tr>
<tr>
<td>SUN</td>
<td>Scaling Up Nutrition</td>
</tr>
<tr>
<td>UN</td>
<td>United Nations</td>
</tr>
<tr>
<td>UNICEF</td>
<td>United Nations Children’s Fund</td>
</tr>
<tr>
<td>UNSCN</td>
<td>United Nations Standing Committee on Nutrition</td>
</tr>
<tr>
<td>VAC</td>
<td>Vuon, Ao, Chuong (Crop farming, Aquaculture, Animal husbandry)</td>
</tr>
<tr>
<td>WFP</td>
<td>World Food Programme</td>
</tr>
<tr>
<td>WHO</td>
<td>World Health Organization</td>
</tr>
<tr>
<td>WIC</td>
<td>Supplemental Nutrition Program for Women, Infants, and Children (United States of America)</td>
</tr>
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</table>
Malnutrition imposes high costs on society

FAO’s most recent estimates indicate that 12.5 percent of the world’s population (868 million people) are undernourished in terms of energy intake, yet these figures represent only a fraction of the global burden of malnutrition. An estimated 26 percent of the world’s children are stunted, 2 billion people suffer from one or more micronutrient deficiencies and 1.4 billion people are overweight, of whom 500 million are obese. Most countries are burdened by multiple types of malnutrition, which may coexist within the same country, household or individual.

The social cost of malnutrition, measured by the “disability-adjusted life years” lost to child and maternal malnutrition and to overweight and obesity, are very high. Beyond the social cost, the cost to the global economy caused by malnutrition, as a result of lost productivity and direct health care costs, could account for as much as 5 percent of global gross domestic product (GDP), equivalent to US$3.5 trillion per year or US$500 per person. The costs of undernutrition and micronutrient deficiencies are estimated at 2–3 percent of global GDP, equivalent to US$1.4–2.1 trillion per year. Although no global estimates of the economic costs of overweight and obesity exist, the cumulative cost of all non-communicable diseases, for which overweight and obesity are leading risk factors, were estimated to be about US$1.4 trillion in 2010.

Child and maternal malnutrition – in particular child underweight, child micronutrient deficiencies and poor breastfeeding practices – impose by far the largest nutrition-related health burden at the global level, responsible for almost twice the social costs of adult overweight and obesity. The social burden due to child and maternal malnutrition has declined almost by half during the last two decades, while that due to overweight and obesity has almost doubled, yet the former remains by far the greater problem, especially in low-income countries. Undernutrition and micronutrient deficiencies must therefore continue to be the highest nutrition priority for the global community in the immediate future. The challenge for policy-makers is how to address these problems while at the same time avoiding or reversing the emergence of overweight and obesity. This challenge is significant, but the returns are high: investing in the reduction of micronutrient deficiencies, for example, would result in better health, fewer child deaths and increased future earnings, with a benefit-to-cost ratio of almost 13 to 1.

Addressing malnutrition requires integrated action across sectors

The immediate causes of malnutrition are complex and multidimensional. They include inadequate availability of and access to safe, diverse, nutritious food; lack of access to clean water, sanitation and health care; and inappropriate child feeding and adult dietary choices. The root causes of malnutrition are even more complex and encompass the broader economic, social, political, cultural and physical environment. Addressing malnutrition, therefore, requires integrated action and complementary interventions in agriculture and the food system in general, in public health and education, as well as in
broader policy domains. Because the necessary interventions cut across the portfolios of several government institutions, high-level political support is required to motivate the necessary coordination across sectors.

### Better nutrition depends on every aspect of the food system

Food systems encompass all the people, institutions and processes by which agricultural products are produced, processed and brought to consumers. They also include the public officials, civil society organizations, researchers and development practitioners who design the policies, regulations, programmes and projects that shape food and agriculture.

Every aspect of the food system influences the availability and accessibility of diverse, nutritious foods and thus the ability of consumers to choose healthy diets. But the linkages from the food system to nutritional outcomes are often indirect – mediated through incomes, prices, knowledge and other factors. What is more, food system policies and interventions are rarely designed with nutrition as their primary objective, so impacts can be difficult to trace and researchers sometimes conclude that food system interventions are ineffective in reducing malnutrition. In contrast, medical interventions such as vitamin supplements can address specific nutrient deficiencies and their impacts are more easily observed, but they cannot fully substitute for the broader nutritional benefits offered by a well-functioning food system. Every aspect of the food system must align to support good nutrition; any single intervention in isolation is therefore unlikely to have a significant impact within such a complex system. Interventions that consider food systems as a whole are more likely to achieve positive nutritional outcomes.

### Agricultural productivity growth contributes to nutrition but must do more

Agricultural productivity growth contributes to better nutrition through raising incomes, especially in countries where the sector accounts for a large share of the economy and employment, and by reducing the cost of food for all consumers. It is, however, important to realize that the impact of agricultural productivity growth is slow and may not be sufficient to cause a rapid reduction in malnutrition.

Maintaining the momentum of growth in agricultural productivity will remain crucial in the coming decades as production of basic staple foods needs to increase by 60 percent if it is to meet expected demand growth. Beyond staple foods, healthy diets are diverse, containing a balanced and adequate combination of energy, fat and protein, as well as micronutrients. Agricultural research and development priorities must be made more nutrition-sensitive, with a stronger focus on nutrient-dense foods such as fruits, vegetables, legumes and animal-source foods. Greater efforts must be directed towards interventions that diversify smallholder production, such as integrated farming systems. Efforts to raise the micronutrient content of staples directly through biofortification are particularly promising. Agricultural interventions are generally more effective when combined with nutrition education and implemented with sensitivity to gender roles.
Supply chains offer risks and opportunities for better nutrition

Traditional and modern food systems coexist and evolve as economies grow and urbanization increases. Modern supply chains entail vertical integration of storage, distribution and retailing and offer efficiency gains that can yield lower prices for consumers and higher incomes for farmers. They typically carry a wide variety of nutritious foods year-round, but also sell more highly processed packaged foods, which can contribute to overweight and obesity when consumed in excess. Modern food processing and distribution also offer new opportunities for the use of fortified foods, which can make important contributions to nutrition.

Although supermarkets are spreading rapidly in low-income countries, most poor consumers in rural and urban areas still purchase most of their food through traditional food distribution networks. These traditional outlets are the primary channel for nutrient-rich foods such as fruits, vegetables and livestock products, although they increasingly carry processed and packaged foods. The use of traditional retail outlets for distributing fortified foods such as iodized salt is another proven strategy for improving nutritional outcomes.

Consumer choices determine nutritional outcomes and sustainability

Making systems more nutrition-enhancing so that food is available, accessible, diverse and nutritious is key, but so is the need to help consumers make healthy dietary choices. Promoting behaviour change through nutrition education and information campaigns within a supportive environment that also addresses household sanitation and appropriate complementary foods has proved effective. Even in locations where undernutrition and micronutrient deficiencies persist as the primary problems, a forward-looking approach that can prevent a rise in overweight and obesity is necessary, especially in the long run. Behaviour change can also reduce food waste and contribute to the sustainable use of resources.

Institutional and policy environment for nutrition

Progress has been made: in some countries malnutrition has been significantly reduced over recent decades. But progress has been uneven and there is a pressing need to make better use of the food system for better nutrition. The complexity of malnutrition and its underlying causes means that a multistakeholder and multisectoral approach will be most effective.

Such an approach requires better governance, based on sound data, a common vision and political leadership to be able to plan, coordinate and foster the necessary collaboration across and within sectors.

Key messages of the report

- Malnutrition in all its forms imposes unacceptably high costs on society in human and economic terms. The costs associated with undernutrition and micronutrient deficiencies are higher than those associated with overweight and obesity, although the latter are rising rapidly even in low- and middle-income countries.
- Addressing malnutrition requires a multisectoral approach that includes complementary interventions in food systems, public health and education. This approach also facilitates the pursuit of multiple objectives, including better nutrition, gender equality and environmental sustainability.
- Within a multisectoral approach, food systems offer many opportunities for interventions leading to improved diets and better nutrition. Some of these interventions have the primary purpose of enhancing nutrition. Other
interventions in food systems, and in the general economic, social or political environment, may affect nutrition even though this is not their primary objective.

- **Agricultural production and productivity growth remain essential for better nutrition, but more can be done.** Agricultural research must continue to enhance productivity, while paying greater attention to nutrient-dense foods such as fruits, vegetables, legumes and animal products and to more sustainable production systems. Production interventions are more effective when they are sensitive to gender roles and combined with nutrition education.

- **Both traditional and modern supply chains offer risks and opportunities for achieving better nutrition and more sustainable food systems.** Improvements in traditional supply chains can help reduce losses, lower prices and increase diversity of choice for lower-income households. The growth of modern retailing and food processing can facilitate the use of fortification to combat malnutrition, but the increased availability of highly processed, packaged goods may contribute to overweight and obesity.

- **Consumers ultimately determine what they eat and therefore what the food system produces.** But governments, international organizations, the private sector and civil society can all help consumers make healthier decisions, reduce waste and contribute to the sustainable use of resources, by providing clear, accurate information and ensuring access to diverse and nutritious foods.

- **Better governance of food systems at all levels, facilitated by high-level political support, is needed to build a common vision, to support evidence-based policies, and to promote effective coordination and collaboration through integrated, multisectoral action.**