THE NECESITY OF THE FOREIGN INVESTMENTS IN ROMANIAN AGRICULTURE

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SUMMARY

The dynamic of the agricultural production will be stirred by the European funds and the investments in high-level technologies. The Rural Development Strategy identifies two important elements of success: an investment climate conducive to rural growth, and empowerment of the poor units to share in the benefits of that growth.

Investments are critical to ensuring that the public sector can effectively carry out its functions, which include coordination, participatory development of sector strategies, policy formulation, and allocation and monitoring of public investment in agriculture.

These governmental functions seek to promote competitive markets in socially acceptable ways, according to the EU rural policy. We distinguish some key measures to promote a competitive agriculture: macro-economy secures undistorted exchange rate policy, removal of implicit taxes and market barriers, nondiscriminatory taxation, macroeconomic stability, and government credibility; trade facilitate exports, participate in trade negotiations, reduce protection on import-substitute goods with relatively low and uniform tariffs, and remove non-tariff barriers (while providing protection from acute price volatility); labor ensure agricultural employment meets core labor standards especially in regard to child labor, hazardous work, and equal employment opportunities for women; competition reevaluate the role of marketing boards, promote competition in input markets, establish labeling regulations for grades and standards; environment and natural resource use establish sustainable management, internalize externalities where possible, and develop markets for pollution and carbon credits; land develop land markets, security of tenure, titling and recording of land transactions, and land reform for fair distribution of land ownership; advanced technology maintain research activities and foster private sector participation in research and extension activities; food security establish social safety net programs to cope in times of extreme price changes and natural disasters.

CONCLUSION

Farm business brings profit: the potential of Romanian agriculture, using the investment-financing opportunities, is estimated to raise at 60-80% increasing for the next three-four years.

BIBLIOGRAPHY: