

RISK MANAGEMENT AS TOOL FOR WORKING WITH ECONOMIC VULNERABILITY

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LLKC

1% of the share capital belongs to the Federation of
Latvian Farmers,
99% – to the state

ABOUT LLKC



= strong partner and support



COUNTRY SPACE



BUSINESS



AGRICULTURE



FORESTRY



FISH FARMING

AREAS OF
ACTIVITY



Complex
business
analysis



Financial
consulting and
management



Preparation of
documents and
projects



Development
and innovation



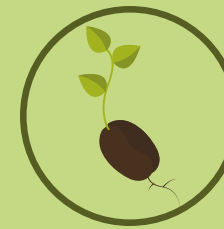
Lifelong
education



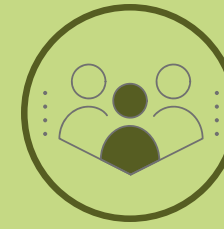
Informing



Market entry
support



Change of
generations



Strengthening
rural
communities

DIRECTIONS OF
ACTION

FARMERS

FOREST HOLDERS

FISH FARMERS

RURAL POPULATION

THE MINISTRY OF
AGRICULTURE

SECTORAL NGOs

OTHER MINISTRIES,
STATE INSTITUTION

CLIENTS

THE FREQUENCY AND INTENSITY OF CRISES/EMERGENCIES INCREASE IN LATVIA

- Adverse meteorological conditions
(year 2013 – 2014 cold winter, spring frost, wet and cool beginning of summer)
- Adverse meteorological conditions
(rape sown in the fall of 2017 drowned and overwintered badly, the dry weather in the spring of 2018 and the hot summer significantly affected the yield level)
- Covid crisis – 2020-2021 and also the rainy and cool spring of 2021.
- 2023-2024 - war in Ukraine and also the 2023 spring frosts, drought, spring frosts and rains in July

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- Vulnerability –
how to prevent
and help our
farmers be part of
this process?



HOW WE GET INVOLVED IN THIS PROCESS ?

Situation: frost, hail , storm.

Process: farmers write an application and submitted to the national Rural support service.

We as experts going to the farms (in case of storm – just photos from farmers).

Make the calculation for losses.

Give the data to the Ministry of agriculture and Rural support service.

Rural support service makes the payments.

WHAT TOOLS WE HAVE?

The methodology for
calculations.

The Excel for calculation
– work only 2 experts in
Economics

Now we work on
material for Risk
management for farmers.

HOW THE CENTER CAN HELP?

- To give more knowledge about the risk factors – how to prevent them.
- To give more knowledge about production process.
- Help any problems with finances – to make the restructurisation plans for bank.

IN STATE LEVEL WE HAVE THE RISK MANAGEMENT PROGRAMME

- **Support for partial compensation of insurance policy purchase costs** - the amount of aid paid is increasing - about 2000 farms are using this tool.

THANK YOU FOR ATTENTION

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