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The Impact of Policies Related to Confronting the Water Gap on Egyptian Agricultural Exports

Musaad A. Ragab, Salwa M. A. Abdel Moneim, Sayed A.A. Al-Khashin, Nourhan E. Al-Iraqi *

Department of Agricultural Economics - Faculty of Agriculture - Ain Shams University, Cairo – Egypt

Supplementary Data

Table 1. Results of the general time trend equations for the development of the value of Egyptian agricultural exports for the period (2000-2023)

variable	equation of the general time trend	The coefficient of determination	Calculated t value	Annual rate of change %(*)	General average	The calculated value of F in some mathematical forms		
						Linear form	Logarithmic form	Exponential form
The value of Egyptian agricultural exports	$Y=-3.5+0.19 X$	0.70	(50.05)**	3.7	5.1	(30.74)**	(21.68)**	(12.96)**

(**) Significant at the probability level of 0.01,

- Annual rate of change = (regression coefficient/general average)*100,

Y = estimated value of the dependent variable X = number of years

Source: Collected and calculated from: Table1 in the Appendix

Table 2. Exported quantities and virtual water for the most important Egyptian fresh agricultural exports from commodity groups as an average for the period 2018-2023.

Agricultural commodity	The quantity exported (thousand tons)	Virtual water source (million m3)
the fruit	426	363
Vegetables	1738	699
Cereals	8	5
Oil crops	45	119
Medicinal and aromatic plants	49	95

Source: Table 1in the statistical appendix.

Table 3. Virtual water quantity for the most important commodities within the most important commodity groups for Egyptian agricultural exports as an average for the period 2018-2023.

Agricultural commodity	Agricultural commodity	Exported quantity (A thousand tons)	Virtual water exported (million m3)	Contribution to the total virtual water of the commodity group(%)
the fruit	citrus fruits	1.25	0.7	0.2
	grapes	107.512	24.9	6.87
	Strawberry	40.21	9.2	2.5

Agricultural commodity	Agricultural commodity	Exported quantity (A thousand tons)	Virtual water exported (million m3)	Contribution to the total virtual water of the commodity group(%)
	dates	56.515	6.8	1.87
	banana	1.875	1.4	0.39
	mango	7.721	12.0	3.3
	Other	140.958	340.0	93.6
	Total fruit	425.53	363.1	100
Vegetables	potatoes	717.97	90.7	12.9
	onion and garlic	393.365	85.3	12.2
	Frozen vegetables	238.003	100.0	14.31
	Horny legumes	16.219	7.8	1.1
	Other	372.697	117.4	16.8
	Total vegetables	1738.25	698.6	100
Medicinal and aromatic plants	eter	3.75	19.2	20.11
	basil	9.05	26.0	27.28
	Anise seeds	6.75	14.3	14.95
	Roselle	3.4	15.4	16.18
	Cumin seeds	0.712	0.7	0.7
	Fennel seeds	5.6	5.3	5.6
	Caraway	4.65	2.6	2.762
	Artemisia chamomile	5.6	3.6	3.79
	Marjoram	7.1	8.1	8.5
	Other	2.112	1.4	1.4
Total medicinal and aromatic plants		48.724	95.5	100

Source: Table 1 in the statistical appendix.

Table 4. Imported quantities and virtual water for the most important Egyptian fresh agricultural imports from commodity groups as an average for the period 2018-2023.

Agricultural commodity	The quantity imported (thousand tons)	Virtual water source (million m3)
Total fruit	24	0.02
Total Vegetables	26	10,442,543
Total Cereals	13910	9,027,729,535
Total Oil crops	96	252,623,624
Total Medicinal and aromatic plants	1	1,518,339

Source: Table 1 in the statistical appendix

Table 5. Virtual water quantity for the most important commodities within the most important commodity groups for Egyptian agricultural imports as an average for the period 2018-2023.

Agricultural commodity	Agricultural commodity	Imported quantity (A thousand tons)	Virtual water exported (million m3)	Contribution to the total virtual water of the commodity group(%)
the fruit	citrus fruits	70	40628.7	0.2
	grapes	4425	1026600	5.0

Agricultural commodity	Agricultural commodity	Imported quantity (A thousand tons)	Virtual water exported (million m ³)	Contribution to the total virtual water of the commodity group(%)
	Strawberry	1420	323760	1.6
	dates	219	26280	0.1
	banana	4132	3119660	15.1
	mango	8728	14357560	69.7
	Other fruit	5161	12448332	60.4
	Total fruit	24155	20609080.51	100.0
Vegetables	potatoes	222927	28155680.1	269.6
	onion and garlic	2717	589045.6	5.6
	Frozen vegetables	553	232260	2.2
	Horny legumes	1	480	0.0
	Other vegetables	200214	63067410	0.3
	Total vegetables	25984	10442542.72	100.0
Cereals	the rice	48259	64618710	0.7
	Wheat	6579701	4428138773	49.1
	Levantine maize	7238004	2547777408	28.2
	Other	44215	10302095	0.1
	Total grains	13910215	9027729535	100.0
Oil crops	Peanuts	3512	7887952	3.1
	Sesame	26642	115572996	45.7
	sunflower	55391	145955285	57.8
	soybean	4585	2709735	1.1
	Other oil crops	5416	18468560	7.3
	Total oil crops	95546	252623624	100.0
Medicinal and aromatic plants	eter	210	1075200	70.8
	basil	10.9	31370.2	2.1
	Anise seeds	78	164892	10.9
	Roselle	12	54528	3.6
	Cumin seeds	9	8829	0.6
	Fennel seeds	166	158530	10.4
	Caraway	9	5103	0.3
	Artemisia chamomile	80	51760	3.4
	Marjoram	12	13716	0.9
	Other medicinal and aromatic plants	188	121260	8.0
Total medicinal and aromatic plants		774.9	1518339.06	100.0

Source: Table No. 1 in the statistical appendix.

Table 6. Water footprint indicators for the fruit group, average for the period 2018-2023.

Agricultural commodity	Agricultural commodity	Virtual water exported, million m ³	Virtual water imported, million m ³	Total water footprint, million m ³	% self-sufficiency from domestic water resources
the fruit	citrus fruits	0.73	0.04	0.77	94.7
	grapes	24.94	1.03	25.97	96.05
	Strawberry	9.17	0.32	9.49	96.59
	dates	6.78	0.03	6.81	99.61
	banana	1.42	3.12	4.54	31.21
	mango	127.01	14.36	141.37	89.84
	Other fruit	339.99	12.45	352.44	96.47
	Total fruit	363.06	20.61	383.67	94.63
Vegetables	potatoes	90.68	28.16	118.84	76.31
	onion and garlic	85.28	0.59	85.87	99.31
	Frozen vegetables	99.96	0.23	100.19	99.77
	Horny legumes	7.79	0.00	7.79	99.99
	Other vegetables	117.40	-63.07	54.33	216.08
	Total vegetables	698.58	10.44	709.02	98.53
Cereals	the rice	1.79	64.62	66.40	2.69
	Wheat	0.20	4428.14	4428.34	0
	Levantine maize	2.36	2547.78	2550.14	0.09
	Other	0.03	10.30	10.33	0.28
	Total grains	5.50	9027.73	9033.23	0.06
Medicinal and aromatic plants	eter	19.20	1.08	20.28	94.7
	basil	26.05	0.03	26.08	99.88
	Anise seeds	14.27	0.16	14.43	98.86
	Roselle	15.45	0.05	15.50	99.65
	Cumin seeds	0.70	0.01	0.71	98.75
	Fennel seeds	5.35	0.16	5.51	97.12
	Caraway	2.64	0.01	2.64	99.81
	Artemisia chamomile	3.62	0.05	3.67	98.59
	Marjoram	8.12	0.01	8.13	99.83
	Other medicinal and	1.36	0.12	1.48	91.83
	Total medicinal and	95.47	1.52	96.99	98.43
Oil crops	Peanuts	59.33	7.89	67.22	88.26
	Sesame	51.10	115.57	166.67	30.66
	sunflower	17.56	145.96	163.52	10.74
	soybean	0.03	2.71	2.74	1.01
	Other oil crops	0.34	18.47	18.81	1.8
	Total oil crops	119.00	252.62	371.62	32.02

Total water footprint = the amount of virtual water imported from abroad + the amount of virtual water exported
Percentage of self-sufficiency in local water resources = (amount of virtual water exported ÷ total water footprint) x 100.

Source: Table 6 in the statistical appendix

Table 7. The most important government policies to rationalize irrigation water use during the period 2002-2022

Years	Policies related to rationalizing irrigation water use		Production policies	Trade policies
	Number of government decisions regulating the area of land irrigated by modern irrigation methods	The length of canals that have been cleared and developed with modern systems to rationalize water use (thousand meters)	Number of government decisions regulating the production of water-intensive crops	Number of government decisions related to exports of water-intensive agricultural commodities
2002	8	59998	14	5
2003	7	56168	15	8
2004	7	63827	15	8
2005	8	59998	16	9
2006	8	56168	17	9
2007	8	63827	18	10
2008	8	59998	17	9
2009	12	56168	26	14
2010	19	63827	40	21
2011	20	59998	42	23
2012	23	56168	49	27
2013	30	63827	63	34
2014	29	59998	62	34
2015	29	56168	61	33
2016	30	63827	63	34
2017	28	59998	59	32
2018	27	56168	56	30
2019	27	63827	58	31
2020	31	59998	65	35
2021	34	56168	71	39
2022	30	63827	63	34

Source:

- ITC Database <https://www.trademap.org>
- Ministry of Trade and Industry, General Authority for EL-Ameria Printing Press, Egyptian Gazette website, various issues

Table 8. Agricultural exports and the most important government policies related to water resources for the period 2002-2022.

Years	Agricultural exports in millions of dollars (1)	Production policies	Trade policies	Policies related to rationalizing irrigation water use	
			Number of governmental decisions related to exports of water-intensive agricultural commodities	Number of government decisions regulating the area of land irrigated by modern irrigation methods	The length of canals that have been cleared and developed with modern systems to rationalize water use (thousand meters)
	y	X1	X2	X3	X4
2002	732.6	14	5	8	59998

2003	779.3	15	8	7	56168
2004	811.8	15	8	7	63827
2005	854.5	16	9	8	59998
2006	918.8	17	9	8	56168
2007	1009.70	18	10	8	63827
2008	954.74	17	9	8	59998
2009	1310.10	26	14	12	56168
2010	2140.00	40	21	19	63827
2011	2955.80	42	23	20	59998
2012	3164.30	49	27	23	56168
2013	3109.50	63	34	30	63827
2014	2786.30	62	34	29	59998
2015	3188.50	61	33	29	56168
2016	3238.00	63	34	30	63827
2017	3199.20	28	32	28	59998
2018	3125.80	27	30	27	56168
2019	3223.30	58	31	27	63827
2020	3185.90	65	35	31	59998
2021	3405.60	71	39	34	56168
2022	3286.00	63	34	30	63827

Source:

1. ITC Database <https://www.trademap.org/>
2. Ministry of Trade and Industry, General Authority for EL-Ameria Printing Press previous reference

Table 9. Unit root test (Expanded Dickey-Fuller) for the most important government policies related to water resources affecting agricultural exports in Egypt during the period 2002-2022.

Variable	Symbol	The test value at the original data level		Appropriate conversion	The value of the test after taking appropriate variances	
		value (t)	p-value (Prob.)		value (t)	p-value (Prob.)
Egyptian agricultural exports	Y	-1.58	0.56 Insignificant	first difference	-3.46	Significant at 0.01
Governmental decisions regulating the production of water-intensive crops	X1	-1.04	0.73 Insignificant	first difference	-3.81	Significant at 0.01
Government decisions related to exports of water-intensive agricultural commodities	X2	-1.25	0.64 Insignificant	first difference	-3.59	Significant at 0.01
Government decisions regulating the area of land irrigated by modern irrigation methods	X3	-0.9	0.77 Insignificant	First difference	-3.85	Significant at 0.01
The length of canals that have been cleaned and developed with modern systems to rationalize water use	X4	-0.92	0.87 Insignificant	First difference	-3.72	Significant at 0.01

Source: Collected and calculated from Table 8.

Table 10. Granger test results for studying the causal relationship among model variables related to the most important government policies related to water resources affecting Egyptian agricultural exports during the period 2002-2022

VAR Granger Causality/Block Exogeneity Wald Tests			
Sample: 1 21			
Included observations: 19			
Dependent variable: Y			
Excluded	Chi-sq	ddf	Prob.
X1	7.887582	22	0.0194
X2	4.106915	22	0.1283
X3	3.962099	22	0.1379
X4	6.213102	22	0.0448
All	13.22935	88	.00.12

Source: Collected and calculated from data in Table 8.

Table 11. Results of the Akaike test to determine the optimal lag period for the model variables associated with the most important variables affecting Egyptian agricultural exports in Egypt for the period 2002-2022

VAR Lag Order Selection Criteria						
Endogenous variables: Y X1 X2 X3 X4						
Exogenous variables: C						
Sample: 1 21						
Included observations: 19						
Lag	LLogL	LR	FPE	AAIC	SC	HQ
00	-401.4381	NA	2.62e+12	42.78296	43.03150	42.82502
11	-357.8863	59.59723	4.15e+11	40.83014	42.32136	41.08251
22	1 178.3698	451.5841*	3.58e-12*	-12.98629*	-10.25239*	-12.52361*

Source: Collected and calculated from data in Table 8.

Table 12. Results of estimating the VAR model on the impact of the most important government policies related to water resources affecting Egyptian agricultural exports during the period 2002-2022.

	Y	X1	X2	X3	X4
Y(-1)	1.136929 (0.23528) [4.83218]	0.007159 (0.00307) [2.32855]	0.004002 (0.00160) [2.49733]	0.003393 (0.00156) [2.18110]	8.86E-15 (1.8E-12) [0.00489]
Y(-2)	-0.592364 (0.29145) [-2.03248]	0.007736 (0.00381) [2.03119]	0.004145 (0.00199) [2.08824]	0.003483 (0.00193) [1.80744]	-1.13E-16 (2.2E-12) [-5.0e-05]
X1(-1)	448.0791 (162.060) [2.76489]	9.144864 (2.11768) [4.31835]	4.856064 (1.10383) [4.39929]	4.387487 (1.07159) [4.09438]	-1.73E-12 (1.2E-09) [-0.00139]
X1(-2)	70.79373 (208.922) [0.33885]	4.476008 (2.73003) [1.63954]	2.362468 (1.42302) [1.66018]	2.433619 (1.38145) [1.76164]	-1.02E-11 (1.6E-09) [-0.00636]
X2(-1)	-393.2628 (197.495) [-1.99125]	-5.561932 (2.58072) [-2.15519]	-3.057937 (1.34519) [-2.27325]	-2.448309 (1.30590) [-1.87481]	3.24E-12 (1.5E-09) [0.00213]
X2(-2)	-6.542932 (158.141) [-0.04137]	-2.052741 (2.06646) [-0.99336]	-1.106744 (1.07713) [-1.02749]	-1.213809 (1.04567) [-1.16079]	8.57E-12 (1.2E-09) [0.00703]

X3(-1)	-438.8955 (221.742) [-1.97931]	-11.40421 (2.89755) [-3.93581]	-5.885951 (1.51033) [-3.89712]	-5.729179 (1.46622) [-3.90745]	-1.49E-12 (1.7E-09) [-0.00087]
X3(-2)	-154.7898 (274.165) [-0.56459]	-8.202322 (3.58258) [-2.28950]	-4.361074 (1.86740) [-2.33537]	-4.241938 (1.81286) [-2.33992]	1.21E-11 (2.1E-09) [0.00575]
X4(-1)	-0.016027 (0.02357) [-0.67995]	-0.000901 (0.00031) [-2.92415]	-0.000433 (0.00016) [-2.69960]	-0.000416 (0.00016) [-2.67038]	-1.000000 (1.8E-13) [-5.5e+12]
X4(-2)	0.047060 (0.02807) [1.67668]	0.000379 (0.00037) [1.03425]	0.000236 (0.00019) [1.23230]	0.000170 (0.00019) [0.91580]	-1.000000 (2.2E-13) [-4.6e+12]
C	-1702.019 (2708.28) [-0.62845]	32.83915 (35.3897) [0.92793]	12.64147 (18.4467) [0.68530]	15.26576 (17.9079) [0.85246]	179993.0 (2.1E-08) [8.6e+12]
R-squared	0.977599	0.990087	0.990856	0.988885	1.000000
Adj. R-squared	0.949598	0.977695	0.979425	0.974991	1.000000
Sum sq. resids	436936.8	74.60813	20.27074	19.10388	2.60E-17
S.E. equation	233.7030	3.053853	1.591805	1.545310	1.80E-09
F-statistic	34.91259	79.90011	86.68519	71.17437	5.85E+24
Log likelihood	-122.3693	-39.95403	-27.57486	-27.01163	363.8206
Akaike AIC	14.03888	5.363582	4.060511	4.001224	-37.13901
Schwarz SC	14.58566	5.910363	4.607292	4.548005	-36.59223
Mean dependent	2414.097	45.31579	24.52632	21.47368	60199.21
S.D. dependent	1040.971	20.44791	11.09739	9.771662	3247.844

Source: Collected and calculated from data in Table 8.

Table 13. Results of the inverse roots test for variables in the VAR model related to water resources affecting the agricultural trade balance in Egypt for the period 2002-2022

Roots of Characteristic Polynomial	
Endogenous variables: Y X1 X2 X3 X4	
Exogenous variables: C	
Lag specification: 1 2	
Root	Modulus
-0.500000 - 0.866025i	1.000000
-0.500000 + 0.866025i	1.000000
0.217675 - 0.871256i	0.898036
0.217675 + 0.871256i	0.898036
0.706607 - 0.064751i	0.709568
0.706607 + 0.064751i	0.709568
-0.371642 - 0.373685i	0.527028
-0.371642 + 0.373685i	0.527028
0.194698 - 0.476071i	0.514346
0.194698 + 0.476071i	0.514346
No root lies outside the unit circle.	
VAR satisfies the stability condition	

Source: Results of statistical analysis for Table 8.