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FRONT MATTER

Title

Inclusive climate change mitigation and food security policy under 1.5°C climate goal

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Abstract

Climate change mitigation to limit warming to 1.5°C or well below 2°C, as suggested by the Paris Agreement, can rely on large-scale deployment of land-related measures (e.g., afforestation, or bioenergy production). This can increase food prices, and hence raises food security concerns. Here we show how an inclusive policy design can avoid these adverse side-effects. Food-security support through international aid, bioenergy tax, or domestic reallocation of income can shield impoverished and vulnerable people from the additional risk of hunger that would be caused by the economic effects of policies narrowly focussing on climate objectives only. In absence of such support, 35% more people might be at risk of hunger by 2050 (i.e. 84 million additional people) in a 2°C-consistent scenario. The additional global welfare

1 changes due to inclusive climate policies are small (<0.1%) compared to the total
2 climate mitigation cost (3.7% welfare loss), and the financial costs of international
3 aid amount to about half a percent of high-income countries' GDP. This implies that
4 climate policy should treat this issue carefully. Although there are challenges to
5 implement food policies, options exist to avoid the food security concerns often
6 linked to climate mitigation.
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MAIN TEXT

Introduction

The Paris Agreement defines a long-term temperature goal for international climate policy: “holding the increase in the global average temperature to well below 2°C above pre-industrial levels and pursuing efforts to limit the temperature increase to 1.5°C above pre-industrial levels”. Furthermore, the Paris Agreement outcome also sets milestones for future international climate policy, for both the near (up to 2030) and the long term (mid-century to century scale) [1, 2]. Many studies exploring climate change mitigation policies consistent with the Paris objectives have identified a potential need for large-scale land-related measures like afforestation and large-scale bioenergy crop production [3, 4], which would play a critical role in generating negative CO₂ emissions. Moreover, efforts are also required on the direct non-CO₂ emissions from agriculture [5]. Because of their link to land and food production, these measures can raise concerns about their potential implications for food security [6].

The global number of people at risk of hunger has steadily declined over the past decades and was estimated at 795 million⁷ for the year 2015 which is 184 million less than 1990-1992 (979 million), despite a significant population increase in low-income countries [7]. Facing risk of hunger in this context represents a state lasting at least a year of inability to acquire enough food below the minimum dietary energy requirement within a food distribution. Relatively stable political conditions and economic growth mainly contributed to this trend. More than 60% of the global risk of hunger is occupied by Sub-Saharan Africa and Southern Asia. For the future, long-term food security has been intensively studied within the context of climate change impacts [8-10], and more recent studies also explored the effect of climate change mitigation on agricultural markets [11-15]. Despite differing scenario assumptions, metrics, and quantitative outcomes, these studies qualitatively agree that naïve mitigation policies such as simply pricing greenhouse gas (GHG) emissions could increase prices of agricultural commodities because GHG emissions generated in the production of these commodities are penalized by a GHG price. Such policies can hence adversely impact food security in developing countries. This thus begs the question whether counter-measures exist which can overcome and avoid these potentially unfavorable side effects of stringent climate mitigation, and how this trade-off could play out in the context of the Paris Agreement. Although a few studies investigate the relationship between future climate mitigation policy and food security [11, 14], two crucial aspects remain currently unexplored: first, which policy designs allow to eradicate the negative side-effects of climate policy in long-term mitigation scenarios, and, second, how do food security concerns play out in the context of Paris Agreement, and more specifically, when taking into account the current NDCs (Nationally Determined Contributions) and while pursuing a 1.5°C goal?

To fill this gap, we here explore the potential consequences of a global 1.5°C climate policy on food security, and formulate inclusive policy designs that shield people from the risk of hunger. We focus mainly on food security support policy (through either international support or national redistribution) as an illustrative simple example of possible policy instruments. Other instruments, including demand expansion, market differentiation, producer price supports [16] can be applied as well, and would influence the quantified policy costs.

Method

We use the AIM (Asia-Pacific Integrated Model) modeling framework [1, 17]. Our modeling framework includes land-based mitigation options such as bioenergy crops, afforestation, and non-CO₂ emissions reductions. The land-use change emissions are also

1 represented by changes in the forest area and carbon density. The core of the AIM framework
2 for this study is AIM/CGE (Computable General Equilibrium) that models interactions among
3 energy, agriculture, and land use markets as well as climate mitigation and food security
4 policy to explore long-term market interactions (model documentation is available online
5 [18]). We use the number of people at risk of hunger as a metric of food security (see
6 Supplementary Text 1, 2). Although our calculation of risk of hunger is based on an approach
7 developed and used by the FAO which makes simplified assumptions about food distributions
8 within countries, this indicator is currently the most widely used for food security
9 assessment [19] in many large scale assessments with regional implications [20, 21] as well as
10 a sustainable development goal (Goal 2).
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13 We develop scenarios which cover three dimensions as shown in a table in
14 Supplementary Information Table S 1: 1) varying future socioeconomic assumptions, 2)
15 varying stringency of climate change mitigation policy, and 3) different inclusive food security
16 policies. Food security strongly depends on the socioeconomic assumptions [22], and we
17 hence verify the robustness of our results with respect to various socioeconomic
18 developments. Varying levels of climate change mitigation stringency allow us to identify
19 whether trade-offs are specific to 1.5°C or 2 °C scenarios, which can be of interest to policy
20 discussions. Finally, different designs of food security policies allow us to explore their
21 effectiveness in canceling out trade-offs (see futhre below).
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24 To explore the socioeconomic uncertainty, we use Shared Socioeconomic Pathways
25 (SSPs) that depict five future plausible representative evolutions of key socioeconomic
26 characteristics that vary along two dimensions: challenges to mitigation and adaptation. Three
27 SSPs (SSP1, SSP2 and SSP3) are chosen for this study and they are referred to as “sustainable
28 development”, “middle of the road” and “regional rivalry”, respectively. From a climate
29 change mitigation point of view, the challenges to mitigation is increase going from SSP1,
30 over SSP2, to SSP3. (for details on assumptions, see Supplementary text Methods).
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33 We consider four mitigation levels: no climate policy (baseline), GHG emissions
34 reductions by 2030 in line with the NDCs, and scenarios that limit global mean temperature in
35 2100 to below 2°C and 1.5°C in which cost-effective emissions reduction are assumed from in
36 2020 onwards. GHG emissions until 2050 are illustrated in Fig. 1a (Supplementary Fig S. 1 a
37 for all SSPs and emissions until the end of the century). The baseline does not include any
38 climate policy which means zero carbon price is assumed. Moreover, neither currently planned
39 or implemented energy and land use policy are excluded. Basically, climate change mitigation
40 ignoring food security concerns makes food prices increase as a carbon price is imposed on
41 non-CO₂ emissions from the agricultural sector, and as land rent increases driven by energy
42 crop and afforestation demand. Overall income loss due to the costs of mitigation also affects
43 to the food consumption.
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46 Our various ‘inclusive’ climate policy designs attempt to simultaneously accomplish both
47 climate and food security objectives. To explore this, we model four types of food security
48 policies by including: (1) international aid, (2) domestic reallocation, (3) a bioenergy tax, and
49 (4) exempting agricultural non-CO₂ emissions from being priced with a carbon tax. The intent
50 of each of these policies is to eradicate possible negative side-effects of mitigation for the risk
51 of hunger (but can also fail to achieve these, as illustrated below).
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54 Our ‘international-aid’ option reflects the possibility of international donors providing
55 funds to shield poor populations from the potential impacts of mitigation measures through a
56 re-distribution of funds. In our ‘domestic reallocation’ option, income is reallocated within the
57 region. The redistribution of income between households decreases the consumption of non-
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1 food goods and services in favor of fulfilling food demand. Since households in our model are
2 modelled through a single representative household for each region, the redistribution of
3 income among households decreases the consumption of non-food goods and services in favor
4 of fulfilling food demand. In the model we have added a constraint on the household food
5 consumption (equal to the consumption in baseline) which is matched with an endogenous
6 variable to adjust the parameter of the household consumption function as mixed
7 complementary problem. We interpret this policy as a sort of income redistribution or transfer
8 from the wealthier to the poor where the non-food consumption of rich populations is used for
9 food consumption of the poor. Our “bioenergy-tax” aims to obtain tax revenue to supplement
10 the food deficit and to suppress excessive bioenergy increase. Exempting agricultural non-CO₂
11 (CH₄ and N₂O) emissions avoids that the agricultural sector and its production is burdened by
12 a carbon tax penalty and hence also avoids the impact of climate mitigation policy on food
13 markets. The international-aid option is a straightforward redistribution policy, which, for
14 example, currently already exist as Official Development Assistance (ODA). The domestic-
15 reallocation would also be a part of income redistribution system (e.g., progressive taxation).
16 More detailed information about these policies is available in the Supplementary text Methods
17 section. Policies can also be combined, but in this study, we chose to keep to the four
18 illustrative designs which were introduced above, as they have proven sufficient for deriving
19 the conclusions of this study.
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24 Yield change effects caused by climate change (e.g., due to temperature and precipitation
25 changes) have been excluded in this study, so the focus is solely on the policy impact of
26 mitigation measures on food security. The main reason for this is the relatively short time
27 horizon of this study (until 2050). Several reports, some using the same modeling framework
28 as this study, have indicated that the climate change impacts on food and agriculture would be
29 relatively small on average for this time scale [11, 23] compared to mitigation effect. The
30 more recent study also shows similar results [24, 25]. We compared the scenarios with climate
31 change impact yield shock and the climate mitigation which shows that mitigation effect is
32 significantly higher than the climate change impact at the end (Fig S. 2). However, the local
33 and long-term climate change impact could be more serious than the mitigation effect. Since
34 our primary goal is to get global insights, further studies that focus on regional or local scales
35 would supplement this study in the future.
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39 Results

40 Evolution of people at risk of hunger

41 The number of people at risk of hunger is projected to decline in our middle-of-the-road
42 (SSP2) baseline scenario, from 795 million in 2015 to 238 million in 2050 (thick green line in
43 Fig. 1b). This declining trend is a continuation from the last two historical decades. Looking
44 further into the future after 2050, the risk of hunger declines to almost zero in all SSP2
45 scenarios, including those with stringent mitigation (Supplementary Fig S. 1b). The primary
46 driver of this decline is income growth in developing countries. Over the course of the century,
47 however, significant populations at risk of hunger remain and differences between scenarios
48 with varying climate change mitigation stringency exist. Simulations in which policies target
49 mitigation but ignore potential adverse side-effects, show a potential increase in the risk of
50 hunger (Fig. 1b-c) until mid-century. Without policies that are designed to balance and
51 remediate adverse side-effects, the risk of hunger can be respectively 1.6 and 1.4 times larger
52 in 2050 in scenarios pursuing a 1.5°C or 2°C goal compared to the baseline. This corresponds
53 to 369 and 322 million people, respectively, at risk of hunger. Since the risk of hunger already
54 declines strongly under baseline assumptions until 2050, the incremental number is also
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1 smaller. Exposure to risk of hunger is thus a transient issue in our model setup which
2 disappears by the end of the century, but demands particular attention in the first half of this
3 century.
4

5 Consistent with existing estimates [2], our NDC scenario results in comparatively modest
6 emissions reductions. In absence of climate impacts affecting the risk of hunger in our
7 framework, its policy impact on food security is hence relatively limited compared to the
8 abovementioned more stringent mitigation cases. A food-climate-economy triangle can
9 represent the climate change and food security objectives, as well as the associated costs of
10 reaching these goals for different policy cases (Fig. 1d). A narrow-minded approach towards
11 achieving mitigation goals (which simply targets emissions and ignores food security
12 interactions) sees an increased potential for people being at risk of hunger, increasing
13 mitigating costs with increasing stringency of mitigation, and corresponding lower levels of
14 global warming. Consistent with what is generally assumed in assessments of international
15 climate goals, the median temperature change in 2100 for 1.5 and 2°C scenarios is below the
16 nominal scenario value because scenarios are designed to achieve an objective with at least
17 66% probability. In this case the median temperature increase in 2100 is estimated at around
18 1.3°C and 1.7°C, respectively.
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22 When climate policies ignore food security issues, the risk of hunger increases through
23 two main mechanisms: an increase in food prices and a decrease in income. The price effect is
24 larger than the income effect (Fig. 2a,b, and Supplementary text for a decomposition analysis).
25 For example, 88% of the risk-of-hunger increase can be attributed to the price effect in our
26 SSP2-1.5°C scenario. Although income loss accounts to several percentage points (but no
27 more than 5% in SSP2, Fig. 2d), the corresponding food price changes are an order of
28 magnitude larger (see Fig. 2c and Supplementary Fig S. 1). Given relatively similar price and
29 income elasticities (see Supplementary Data 1), the size of these price shocks ultimately
30 results in a decrease in food consumption in our framework. Income loss in our scenarios is
31 associated with investment costs to decarbonize the energy system and investments in other
32 non-energy related emissions abatement. Lastly, food price changes are mainly caused by land
33 competition with bioenergy crops whose demand is correlated in our model with the
34 stringency of mitigation, as well as by the non-CO₂ greenhouse gas (GHG) emissions of the
35 agricultural sector which are also subject to the overall GHG price (Fig. 2e,f and
36 Supplementary Fig S. 3). Non-CO₂ GHG emissions are partly abated, but significant residual
37 emissions remain even in stringent mitigation scenarios (see Supplementary Fig S. 1g,h).
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44 **Inclusive climate change mitigation policy**

45 The potential evolutions of the number of people at risk of hunger indicate the need to
46 consider climate and food security policies together (Fig. 3). When no complementary food
47 security policies are considered, the expected trade-offs between climate change mitigation
48 and food security are obviously largest (see “No” case in Fig. 3). Policy designs which
49 consider international-aid and domestic-reallocation (“Int” and “Dom” in Fig. 3) are most
50 effective to simultaneously achieve climate and food security goals, as they are able to
51 eradicate all the potential side effects of climate change mitigation on food security while still
52 meeting the temperature targets. In economic terms, this comes at very small total economic
53 costs. Regardless of whether food security policies are implemented or not, Total global
54 economic losses associated with food security policy (accounted as additional welfare changes
55 relative to the policy case without a food security policy) are quite small, as illustrated by the
56 bottom-right vertexes in the triangles in Figure Fig. 3a,c. In contrast, the distribution of
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1 regional economic effect between high and low-income countries can vary strongly (Fig. 3
2 **b,d**).

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4 In our international-aid case, the welfare loss is largest in OECD countries amounting to
5 0.5% of welfare under the 1.5 °C scenario. Concurrently, low-income countries gain welfare
6 (0.5%). These values can be compared with current levels of Official Development Assistance
7 (ODA), which is 0.32% of GNI (Gross National Income) in developed world. Implementing
8 international aid food security would result in comparable amounts of aid[26]. (More detailed
9 regional welfare changes are in Supplementary Fig S. 4). Furthermore, climate mitigation
10 costs are much larger than the food security policy costs (3.7% of welfare). In the case food
11 security concerns are tackled by a domestic-reallocation policy (“Dom”) the regional
12 distribution response is much smaller (Fig. 3 **b**). These economic indicators have to be seen
13 together with institutional and ethical considerations (see Discussion section).
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17 Attempting to reduce the potential trade-offs between climate mitigation in food security
18 by not pricing agricultural non-CO₂ emissions (“NonAgr” in Fig. 3) only has a small effect,
19 and 352 million people remain facing at risk of hunger while attempting to achieve a 1.5 °C
20 goal. Also, the climate outcome is worsened in this case compared to the “No” food security
21 policy case, because non-CO₂ emissions can increase. This leads to 0.3 °C higher warming
22 compared to the “No” case, leaving both climate and food security objectives unaccomplished.
23 Taxing bioenergy production (“Bio”) performs slightly better than the “NonAgr” case
24 regarding food security and the achievement of climate goals. This case meets the climate
25 goal, but an additional 20 million people remain at risk of hunger while bioenergy supply is
26 suppressed by the tax (see Supplementary Fig S. 5a).
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29 For the 2 °C cases, similar trends are found for all inclusive-policy designs. Only the
30 magnitude is smaller (Fig. 3 **c,d**). For example, International-aid generates 0.24% welfare loss
31 in high-income countries achieving both climate and food security objectives. While
32 complementary policies can change the food security situation, the overall energy and land-use
33 evolutions are unchanged from the case without food security policies (see Supplementary Fig
34 S. 5ab).
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39 **Socioeconomic development diversity and its consequences**

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41 Variations in socioeconomic development patterns can impact the number of people at
42 risk of hunger. We therefore explore whether the inclusive policy packages introduced above
43 could be equally effective in eradicating food security trade-offs across three diverse
44 socioeconomic futures represented by the SSPs. Socioeconomic variations amplify the
45 differences of climate mitigation cost and the food security among the scenarios. For example,
46 in the baseline of a green-growth world (SSP1), the number of people at risk of hunger is
47 reduced to 110 million in 2050, while in a fragmented world (SSP3) it increases to 638 million
48 (Supplementary Fig S. 1b, compared to 238 million people in SSP2). These variations
49 between the scenarios are due to differences in population, per capita food consumption level
50 (mostly driven by income growth), and food consumption distribution assumptions. Based on
51 a sensitivity analysis, we identified that GDP and population assumptions are the key drivers
52 of the differences in the number of people at risk of hunger across SSPs (more details in
53 Supplementary Text 3). Looking at the absolute magnitude of these inter-scenario variations,
54 provides a much more diversified image of the potential trade-offs between climate mitigation
55 policy and food security (Supplementary Fig S. 1b). In particular, in the SSP3-2 °C case, the
56 risk of hunger increases throughout this century and reaches almost 1500 million in 2100. The
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mitigation cost for 2 °C in such a heterogeneous world (SSP3) are estimated at 6% of global welfare loss, and are particularly high in 2050. In contrast, the mitigation costs for 1.5 °C in a green-growth world (SSP1) are estimated at 3.5%, roughly half of the SSP3 costs for 2 °C (Supplementary Fig S. 1e and f). The relative change in the number of people at risk of hunger is quite constant across three socioeconomic worlds (around 1.5-fold in 2 °C scenarios). Similarly, the decomposition analysis shows that the income and price factors change the risk of hunger similarly across three SSPs (Fig. 2a). Lastly, in our green-growth world (SSP1), the number of people at risk of hunger is small, and the complementary policy welfare change is small accordingly (Supplementary Fig S. 6). Concurrently, in our heterogeneous world (SSP3), the potential of narrow mitigation policy is much larger and efforts to eradicate these side effect thus become much more important.

Spatial distribution of hunger and financial requirements

Regional estimates provide an additional dimension to our risk-of-hunger assessment. In our SSP2 baseline scenario, the risk of hunger steadily declines in all regions in parallel with the global trend. The relative importance of regions in 2050 changes slightly compared to today, but it remains similar overall (Fig. 4, green bar). Sub-Saharan Africa and South Asia (Rest of Asia) remain risk-of-hunger hotspots, also under diverse socioeconomic worlds (Supplementary Fig S. 7). Moreover, the geographical distribution of potential adverse side-effects of mitigation correlates with the regional risk of hunger in the baseline (Supplementary Fig S. 8). This indicates that regions having a relatively high risk of hunger in the baseline are also hotspots for potential adverse side-effects in mitigation scenarios. For instance, Sub-Saharan Africa and South Asia have 47% and 19% of the global share in population at risk of hunger under the baseline scenario respectively (Fig. 4), compared to 48% and 16%, respectively, in the 1.5°C scenario. The food consumption probability distribution illustrates these regional dynamics (Supplementary Fig S. 9). From the base year to 2050, mean food consumption increases and the equity of food distribution improves as the distributions shift rightward and become sharper. However, the mean level is reduced by mitigation.

The required financial flows vary across regions. Bubbles in Fig. 4 illustrate the financial flow for our international aid policy case. Since we here assume donors to provide financial aid equal ratio to GDP to developing world (e.g. X% of GDP goes from all donors), the scale of the financial aid for donors across regions is same (the empty circles). Regions that represent a hotspot in terms of food security trade-offs demand financial aid, for example, Sub-Saharan Africa. Brazil shows a relatively high food policy cost (measured in relative terms) although the absolute number at risk of hunger is small compared to other regions. It is mainly because Brazil has high inequality in food consumption distribution which requires a higher intervention in the food price.

Discussion

Our findings provide information on international climate change and sustainable development policy. We show that there is a connection between climate and food security policy which increases in importance with the stringency of the mitigation efforts. Here we would like to emphasize that inclusive climate policy packages can achieve stringent climate goals without adverse food security effects by aligning and including appropriate food security measures. Providing solutions in the form of well-designed policy packages should be a priority for research aiming at identifying trade-offs between societal objectives. Importantly, the incremental food security policy cost is much smaller than mitigation cost and the

1 inclusive mitigation policy packages would barely change net global total welfare, whereas the
2 geographical distribution of the cost depends on the design of food security policies and can
3 sometimes have large regional implications for specific regions or cases.. Some policies affect
4 the welfare distribution (e.g., international aid) and some do not (e.g., domestic reallocation).
5 General socioeconomic developments play an important role. Socioeconomic variations as
6 captured by the baselines of three SSPs which represent a green-growth (SSP1), middle-of-
7 the-road (SSP2), and very heterogeneous world (SSP3) can lead to variations in the absolute
8 number of people at risk of hunger which are about 5 times larger than the variations induced
9 by stringent climate policy to achieve a 1.5 °C goal.
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12 It is important to note that our policy packages are meant to be illustrative archetypes of
13 policy designs with different implications for the distribution of costs and associated measures.
14 The scenario exercise in this study adopts simplified policy framework to show the examples
15 of the solutions to the trade-off to understand the basic mechanism and order of the magnitude
16 of incremental policy cost. Our primary goal is to claim that we should have a careful
17 treatment in the climate policy. The policy packages are thus not intended to be exhaustive of
18 all possible potential policies and designs that could be implemented at different scales, for
19 example, food stamps, supplementary feeding program and food-for-work schemes in the food
20 assistance programs [16]. Transaction costs, political constraints, lack of appropriate
21 institutions and governance may render the implementation of some of the policies
22 challenging and require the consideration of local institutional and governance context.
23 Moreover, as for international aid, it would require donor commitments, proper monitoring
24 and code of conduct which have more or less implementation challenges [27]. Nevertheless,
25 our results show that aligning food security and climate objectives is in principle possible
26 across a wide range of socioeconomic pathways, but will greatly depend on the policy design.
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31 Regarding the food policy, there should be some discussions of the interpretation of these
32 food policies. For the international-aid, there are at least four points which should be
33 highlighted here. First, if countries depend on long-term food aid, there could be an adverse
34 side-effect. The aid receiving countries are vulnerable to sudden foreign policies changes.
35 Second, the required financial volume of the cash-based food-aid could be sensitive to the
36 food price and can be volatile, whereas cash-based transfer has great merits compared to
37 traditional food aid (e.g. in-kind food transfers). Third, the aid could demotivate to develop an
38 agricultural technological improvement in those countries, although there are both sides of the
39 argument in the literature that do and do not support this disincentive effect [28, 29]. Fourth,
40 our food-aid policy increases food demand in developing countries to compensate the food
41 demand decreases caused by single-minded climate change mitigation, and the incremental
42 production are mainly produced by developing countries which is domestic goods (see
43 Supplementary Data 3). It can be useful for local farmers that the policy which regulates the
44 incremental food production should be produced domestically because it can increase the
45 opportunity to earn more income of low-income household. We have experimented such
46 scenarios under international-aid policy cases as a sensitivity analysis by incorporating
47 endogenous agricultural subsidy so that the agricultural production is kept the same as the
48 baseline case in SSP2. The results indicate that the welfare would be almost the same as the
49 original international aid policy case while local food production increases production, which
50 could eventually contribute to the local capacity building and have further synergy effects.
51 Therefore, such cash-based aid in conjunction with local production subsidy policy could be
52 one of the alternative policy instruments.
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57 As for domestic distribution policy, one can think that it is difficult to implement such
58 policies in reality. However, there are a number of instruments that transfer income either
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1 directly or indirectly, and our proposal is to strengthening such policies. A prime example is
2 the progressive income tax and its transfer to the poor, which has been implemented, although
3 the stringency of progressiveness should differ across countries [30]. Sector-specific examples
4 would be much more diversely implemented. For example, the Colombian massive gas-
5 application program from 1997 to 2009, where higher income households, commercial and
6 industrial users paid a surplus on the full cost of the public service, while part of these funds
7 were used to subsidize the cost for the lower income users [31]. The other positive experience
8 of direct cash transfers for poverty is for the energy access to clean cooking in China [32].
9

11 There may be various alternative policies besides explicit cash-based transfer. For
12 instance, enhanced agricultural yield growth (e.g., via investment in R&D) would be another
13 option to supplement to offset the risk of adverse side effect. We examined a hypothetical
14 scenario where the yield is assumed to be increased by 50% more than the non-food policy
15 case in 2050 low-income countries (as shown in Supplementary Fig S. 10). In these scenarios,
16 the number of people at risk of hunger in 2050 under 1.5 and 2 °C can be 288 and 253 million
17 which corresponds to 81 and 68 million reductions compared to the reference case (see
18 Supplementary Fig S. 10). From, this experiment, although we cannot identify the cost of such
19 a policy here, enhancing the yield development intending to narrow the yield gap could be one
20 of the alternative measures or can be combined with other food policies.
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23 An argument can be raised that the food price increase possibly reduce poverty [33].
24 However, this study's price increases differ from the general high food price situation where
25 the increase of price can be attributed to wages. First, the carbon price is imposed on the non-
26 CO₂ emissions, which is not the farmers' income. Second, land competition between food,
27 bioenergy, and afforestation increases land rent which is not always attributed to poor people
28 but often to rich land owners [34]. Third, the climate mitigation measures generate
29 macroeconomic income reduction which cannot be ignored as shown in Figure 2. Therefore,
30 the food price does not necessarily contribute to reducing poverty and risk of hunger.
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33 Because food income elasticity is less than 1, it could be better that decisions about how
34 cash-based food-policy aid is used are taken at the household level because this flexibility
35 would allow them to maximize their welfare[16]. However, since the scope of this study is to
36 show the effect of mitigation policy on the food security and solutions to their trade-off, the
37 aid or transferred money is supposed to be spent only on food purchases and not for other
38 basic needs such as shelter, water and energy. Nevertheless, in the context of general poverty
39 eradication, how to use the redistributed income or aid is a fundamental issue which should be
40 worthwhile to address in future studies.
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43 There is possibly a discussion on the fossil fuel prices which are lower in the mitigation
44 scenarios than those in the baseline scenario (shown in Supplementary Data 2). This can
45 adversely affect the fossil fuel exporting regions (e.g. the Middle East) which consequently
46 causes macroeconomic losses. Meanwhile, it can be a benefit for the low-income fossil fuel
47 importers regardless of applying fuel taxes [35]. However, this benefit is not sufficient to
48 increase their income in the climate mitigation scenarios. There are at least three reasons. First,
49 the income decreases effect associated with GHG emissions reduction are much more
50 prominent than such resource trade condition changes effect. Second, fossil fuels are no longer
51 cheap options due to the high carbon tax imposition. Third, the fossil fuel consumption
52 becomes significantly lower than the baseline scenario to reduce CO₂ emissions.
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55 Although we consider the overall insights from our study to be robust, there are several
56 caveats that are nice to be addressed in the different study. Quantifying how food security and
57 climate interact (i.e., how yields change with climate change and extreme events) is essential
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1 and beneficial. At the same time, current climate models do not well represent extreme events,
2 and hence the required climate and yield change data to assess the climate change impacts of
3 these events are lacking at the moment. With improved climate models and data, future
4 assessments should incorporate associated yield changes and their effects on food security.
5 However, we presume that our most valuable insights – that inclusive policy packages can
6 achieve both food security and stringent climate change mitigation – will still hold. The
7 inclusion of micro-nutrition could cover an additional important aspect of food security [36],
8 assessing quality and composition of food rather than the just risk of hunger defined as the
9 number of calories available, as used in this study. If our analysis would be run by other IAM
10 frameworks, the results can slightly differ. For example, other, more technology-focused IAM
11 frameworks commonly project lower mitigation costs than ours which can result in a smaller
12 income effect. At the same time, in our framework non-CO₂ emissions from the agricultural
13 sector can be reduced to a larger degree by the mid-century than in most other modeling
14 frameworks, resulting in a relatively lower pressure from the GHG pricing. Finally, the
15 household disaggregation by income classes or occupations in the modeling framework may
16 bring us the further possibility to investigate more details of income re-distributional policy
17 [37]. These potential further methodological enhancements are not expected to change the
18 macro level insights obtained in this study. They open many interesting avenues for future
19 research.
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Author Contributions:

SF, TH, VK, and KR designed the research; SF carried out simulation, with inputs from TH and XS; SF carried out the analysis of the modelling results; SF and JR led the writing of the paper; SF created figures; all authors contributed to the discussion and interpretation of the results.

Data Availability:

All data needed to evaluate the conclusions in the paper are present in the paper and/or the Supplementary Materials. Additional data related to this paper may be requested from the authors.

Conflict of interest:

The authors declare no competing financial interests.

Figures and Tables

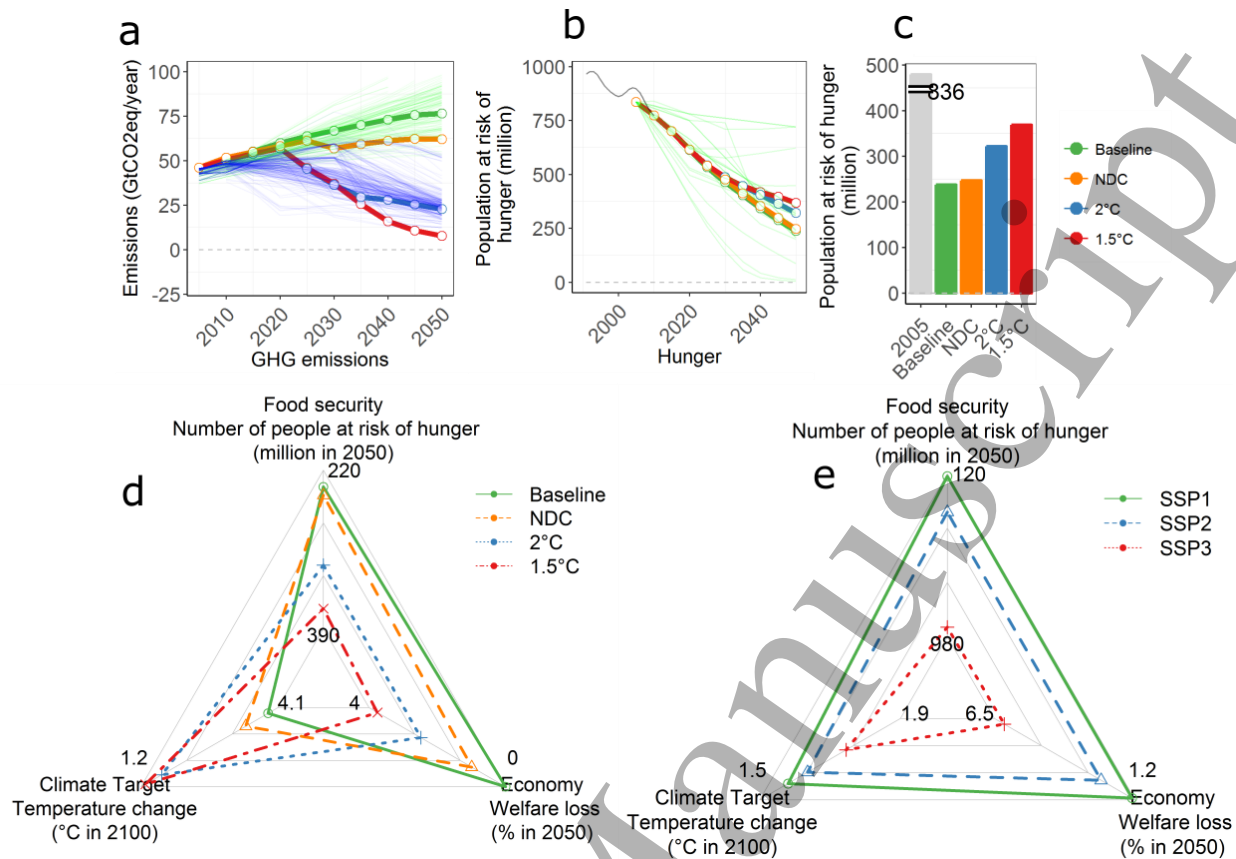


Fig. 1 | Emissions and population at risk. Global GHG emissions (panel a), population at risk of hunger (panel b), comparison of population at risk of hunger in the year 2050 SSP2 (panels c), and food security, climate and economy triangle across climate targets under SSP2 (panel d), and across SSPs under 2°C scenarios (panels e). The indicators shown in panel d and e are measured by the number of people at risk of hunger in 2050, temperature change in 2100 compared with the preindustrial level and welfare loss relative to baseline. All scenarios are excluding additional food policy cases. Thin lines in panels a and b are literature values (summarized in Hasegawa et al.[22]). Thin green and blue lines in panel a are baselines and 430-480ppm CO₂ equivalent concentration stabilization (equivalent to keeping warming to below 2°C) scenarios, respectively, from the WGIII contributions to the IPCC Fifth Assessment Report. Historical value in panel b is from FAO[7].

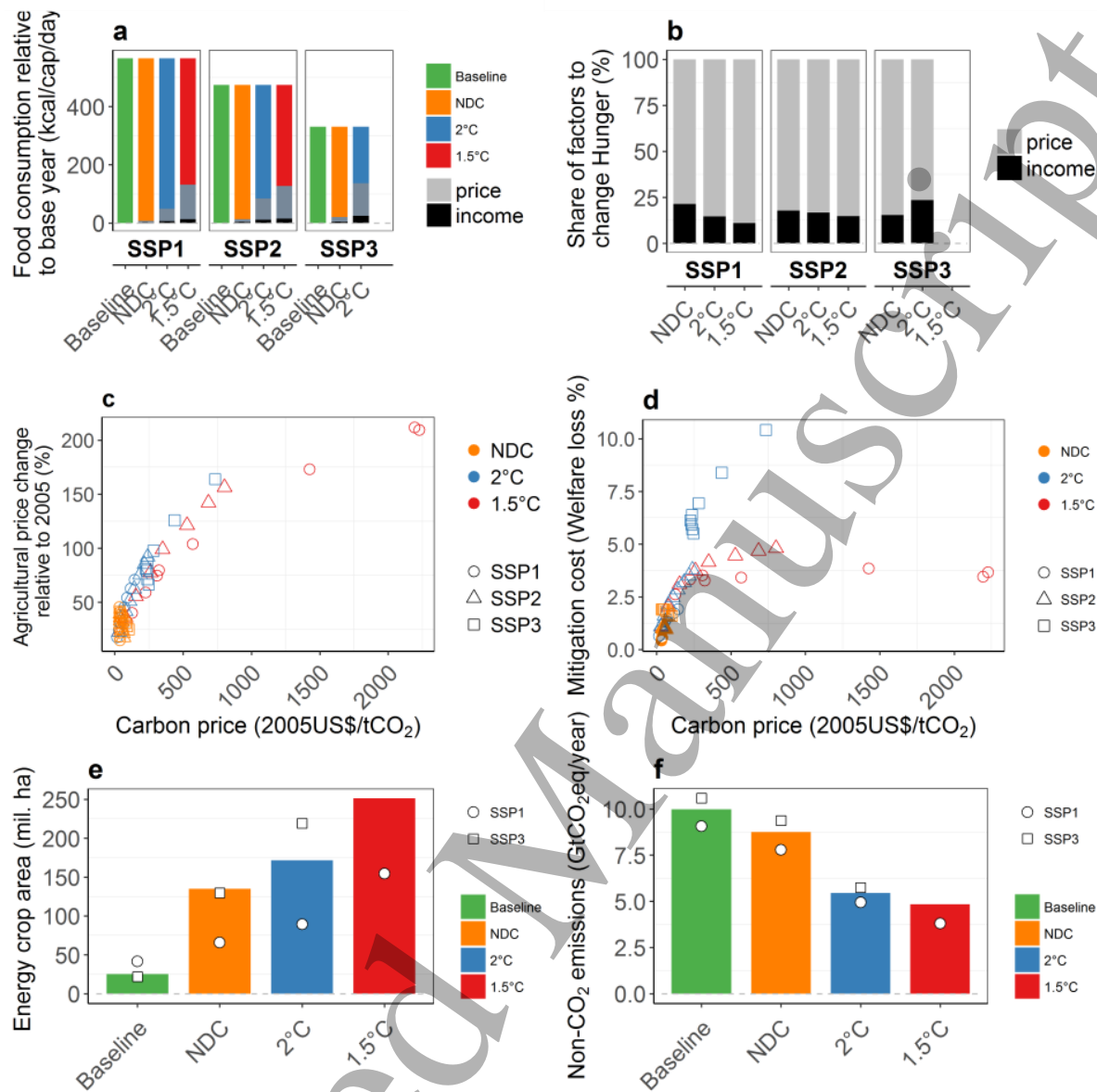


Fig. 2 | Decomposition of food consumption decrease and risk of hunger, and related figures. a, b, e, and f panels show total global values for the year 2050, and c and d plots every five-year values from 2030 to 2070. a, Global mean food consumption accounted as per capita caloric intake per day, relative to the food consumption of 2500 in the base year (x-axis = 2500kcal/cap/day). The black areas indicate the food consumption decreases caused by income losses associated with climate mitigation cost. The gray areas represent food consumption decreases associated with the increase in the price of agricultural commodities due to land competition and non-CO₂ emissions pricing; **b,** The share of income and price effects for the increasing people at risk of hunger for global average; **c,** Relationship between carbon price and food price change. The food price index is produced by using the weighted average price across regions and commodities, Food consumption is used for weighting across regions. Relationship between carbon price and mitigation cost measured by welfare loss rates; **e,** Energy crop area. The bars indicate the values for SSP2 and other SSPs are plotted as a circle and square; **f,** Non-CO₂ emissions (CH₄ and N₂O) from the agricultural sector. The bars indicate SSP2 and other SSPs are plotted as circle and square.

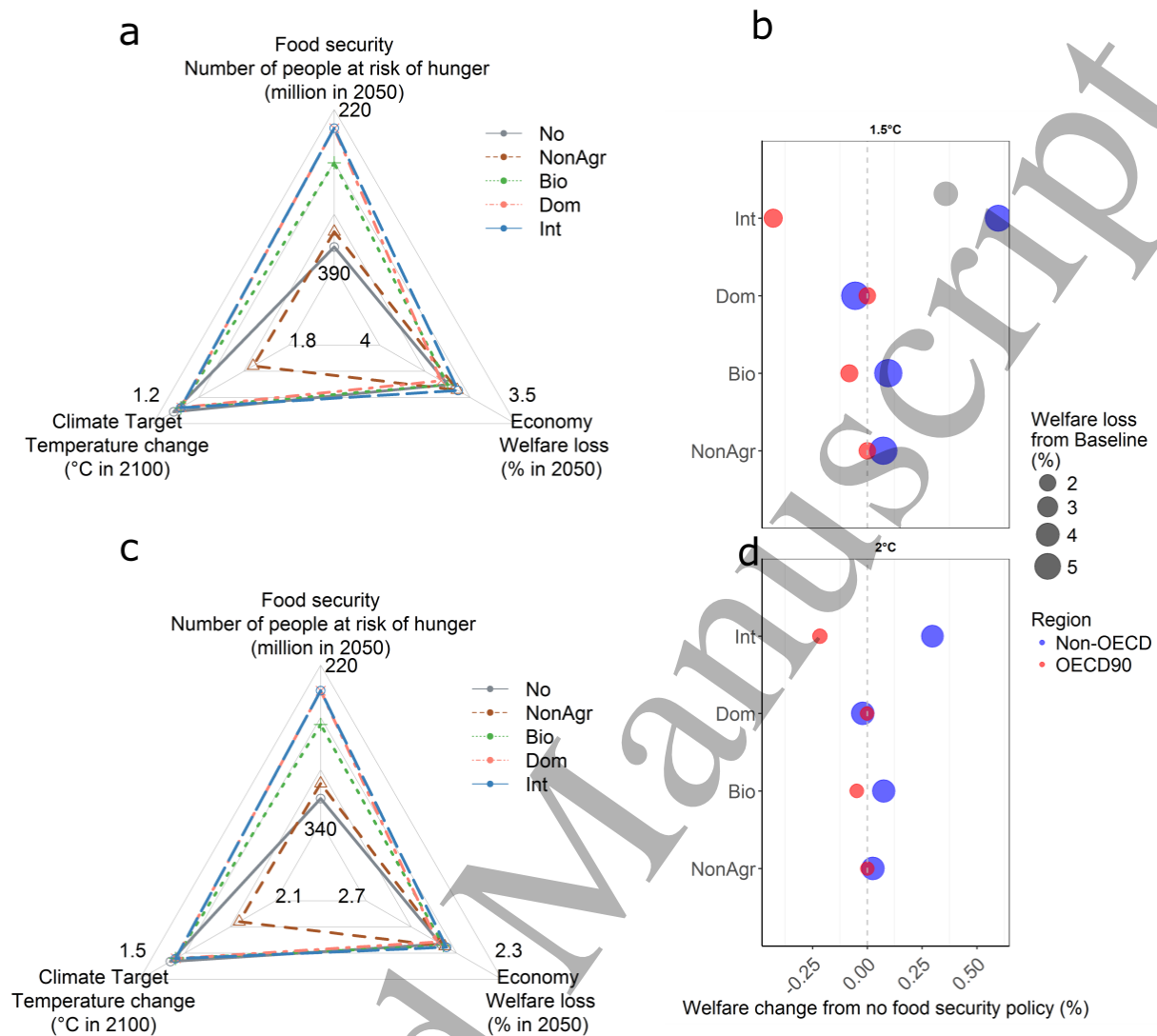


Fig. 3 | Food security, climate, and economic consequence in inclusive policy designs in SSP2 under 2°C, and 1.5°C scenarios in 2050. a and c depict food security, climate and economy triangles for 1.5°C and 2°C scenarios respectively. Metrics are the number of people at risk of hunger in 2050, temperature change in 2100 compared to preindustrial levels and welfare loss relative to the baseline. The food policy scenarios (1) international aid, (2) domestic reallocation, (3) a bioenergy tax, and (4) exempting agricultural non-CO₂ emissions from being priced with a carbon tax, are named “Int”, “Dom”, “Bio” and “NonAgr” respectively. Panel b and d illustrate macro-economic distribution changes between OECD and non-OECD regions for 1.5°C and 2°C scenarios respectively. Welfare change relative to no food security policy is shown on the x-axis, and the bubble sizes indicate the welfare loss comparing with baseline level. Data is shown for various policy packages: No, NonAgr, Bio, Dom, and Int, which represent the policy cases without, in absence of pricing of agricultural non-CO₂ emissions, with domestic allocation, and with international aid, respectively.

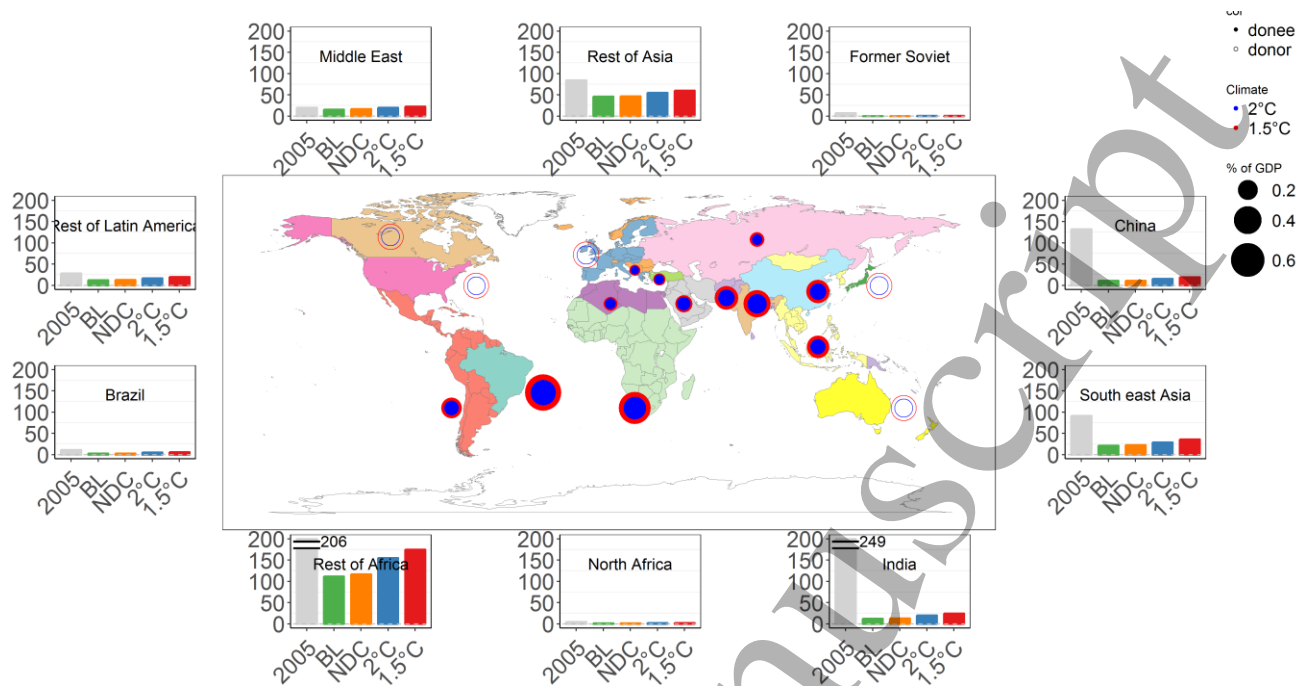


Fig. 4 | Regional distribution of the number of population at risk of hunger in SSP2 and the year 2050 and base year, and financial flows in the international aid policy case for securing food consumption. Regional number of population at risk of hunger across scenarios in units of million people. BL represents the baseline scenario. NDC, 2°C, and 1.5°C are the respective mitigation scenarios without additional food security policies. The circles indicate a financial requirement to fulfill the gap of food consumption decrease caused by exclusive climate policy shown as a percentage of GDP. The empty and filled circles indicate funders and receivers of money, respectively. Here, the international aid policy cases associated with a 2°C and 1.5°C mitigation goal is shown as a representative of food security policies.

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