

Potential impact and cost-effectiveness of Golden Rice in India: an ex-ante study

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Introduction

- Problem of VAD ✓
- Interventions to control VAD and their strengths & weaknesses ✓
- The present evaluation was undertaken to clarify the potential impact and the relative cost-effectiveness of Golden Rice
- India was chosen as case study because VAD is prevalent and research on GR takes place

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Methods

- **GR** is an agricultural product but common agricultural economics methods for impact assessment cannot be used
- Beneficiaries of **GR** have no purchasing power
- The benefit of **GR** is improved health
- How to measure health across target groups and different health outcomes?
- Namely night blindness, corneal scars, blindness, measles & child mortality

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Methods

- Counting VA deficient individuals neglects the severity of different health outcomes
- For premature mortality the years of life lost (YLL) can be counted
- In the other cases the years lived with disability (YLD) can be counted
- The severity of these health outcomes can be weighted relative to death
- Then the burden of a disease can be expressed in disability-adjusted life years (DALYs) lost

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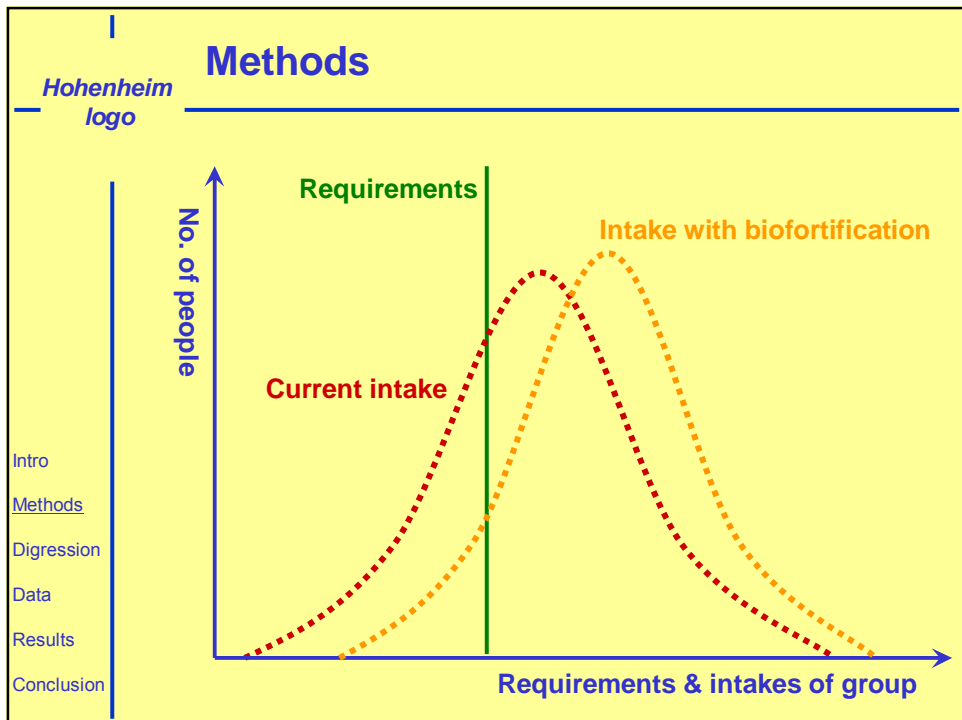
Methods

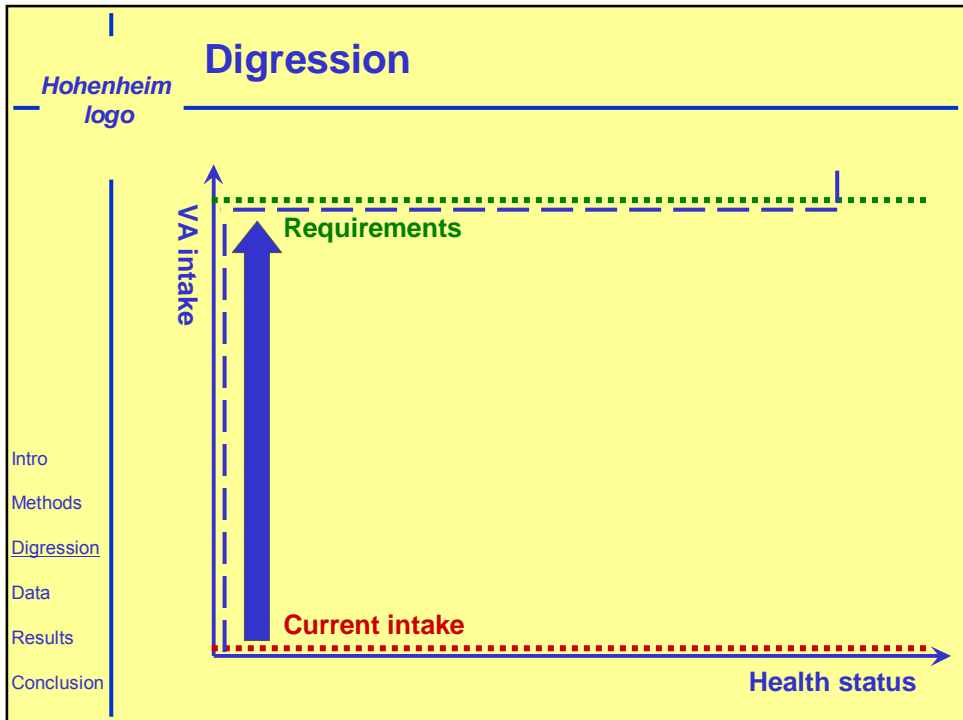
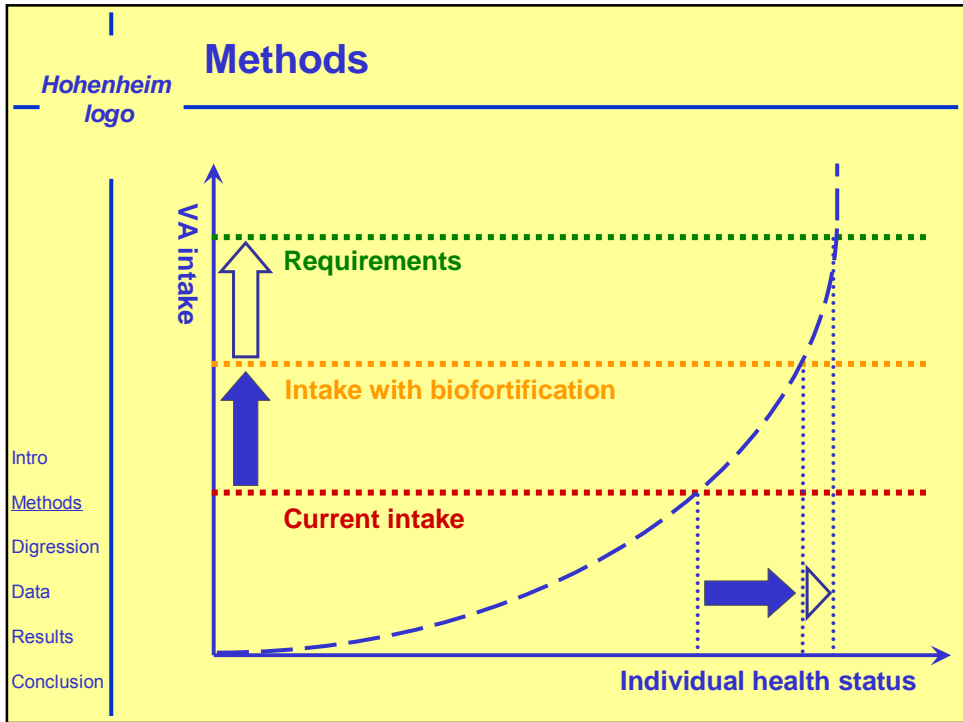
- Burden = $DALYS_{lost} = YLL + YLD_{weighted}$
- More formally:

$$DALYS_{lost} = \sum_j T_j M_{ij} \left(\frac{1 - e^{-rL_j}}{r} \right) + \sum_i \sum_j T_j I_{ij} D_{ij} \left(\frac{1 - e^{-rd_{ij}}}{r} \right)$$

- Comparing the burden with and without GR gives its impact in terms of a health gain
- How to relate the improved VA intakes to improved health outcomes?

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| | “Content” (µg/100g) | VA content (µg/100g) | Grams to reach 750 µg VA | Fat content (g/100g) |
|--------------------------------|------------------------|---|-----------------------------|-------------------------|
| Golden Rice (SGR2) | | 233-1,033 | 72-321 | 0.5 |
| <i>Taken from Shiva (2000)</i> | | <i>Based on Gopalan et al. (1989), USDA (2004) and Erhardt (2005)</i> | | |
| Cabbage | 217 | 9 | 8,333 | 0.1 |
| Jackfruit | 54 | 15 | 5,000 | 0.1 |
| Tomato, ripe | 32 | 42 | 1,786 | 0.2 |
| Orange | 35 | 92 | 815 | 0.2 |
| Radish leaves | 750 | 221 | 339 | 0.4 |
| Mango, ripe | 500 | 229 | 1.5 fruits | 0.4 |
| Milk, cow | 50-60 | 64 | 1,172 | 6.5 |
| Egg, hen | 300-400 | 420 | 4 eggs | 13.3 |

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Methods



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- Given the health gains expressed in DALYs the improvement relative to the overall disease burden can be derived
- The absolute number of DALYs saved can be juxtaposed to the overall R&D costs of GR to obtain a cost-effectiveness measure (\$/DALY)
- To take account of the uncertainty surrounding ex ante analyses a scenario approach is used

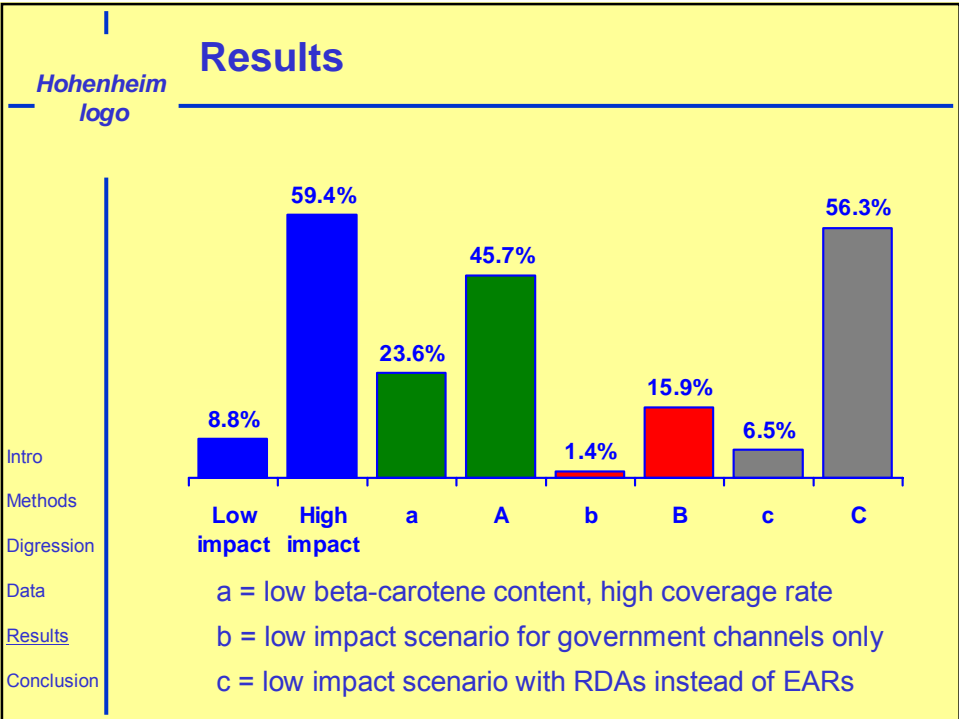
| Hohenheim logo | | Data | | |
|---|---------------------------|-------------------|----------------|---------------|
| | | Disability weight | Duration (yrs) | Incidence (%) |
| Intro Methods Digression Data Results Conclusion | <i>Children ≤ 5 years</i> | | | |
| | Nightblindness | 0.05 | 1.00 | 100% of 1.03 |
| | Corneal scars | 0.20 | 64.40 | 10% of 0.02 |
| | Blindness | 0.50 | 64.40 | 10% of 0.02 |
| | Measles (simple) | 0.35 | 0.03 | 10% of 2.70 |
| | Measles (complications) | 0.70 | 0.06 | 10% of 2.70 |
| | Under five mortality | (1.00) | 64.40 | 3% of 9.30 |
| | <i>Pregnant women</i> | | | |
| | Nightblindness | 0.10 | 0.42 | 100% of 6.62 |
| | <i>Lactating women</i> | | | |
| Nightblindness | 0.10 | 0.50 | 100% of 5.52 | |

| Hohenheim logo | | Data | |
|---|--------------------------------------|------|------|
| | | Low | High |
| Intro Methods Digression Data Results Conclusion | Impact scenario | | |
| | β-carotene content in GR (μg/g) | 14 | 31 |
| | Post-harvest loss of β-carotene (%) | 80 | 35 |
| | Conversion of β-carot. in GR into VA | 6:1 | 3:1 |
| | Coverage of GR 15 yrs after release | | |
| | - government shops & schools (%) | 20 | 100 |
| | - on the free market (%) | 14.3 | 50 |
| - in rice products (%) | 10 | 50 | |

| Scenario | Low impact | | High impact | |
|-------------------------------|------------|---------------------|-------------|---------------------|
| | Years | Undiscounted (US\$) | Years | Undiscounted (US\$) |
| International R&D | 2001-07 | 7.5 m | 2001-07 | 3.3 m |
| R&D within India | 2002-11 | 1.2 m | 2002-09 | 0.8 m |
| Regulatory process | 2003-12 | 2.5 m | 2003-10 | 2.2 m |
| Release of GR | 2012-13 | | 2010-11 | |
| Social marketing | 2013-15 | 15.6 m | 2011-15 | 30.7 m |
| Maintenance breeding | 2013-29 | 2.1 m | 2011-29 | 1.9 m |
| Total cost (discounted at 3%) | 2001-30 | 21.4 m | 2001-30 | 27.9 m |
| Average annual cost | 2001-30 | 0.7 m | 2001-30 | 0.9 m |

|  <h2>Results</h2> | | | |
|--|--|-------------|--------|
| | Impact scenario | Low | High |
| | Annual burden of VAD (DALYs lost) | 2.3 million | |
| | No. of lives lost due to VAD each year | 71,600 | |
| Intro | Reduction of the burden through GR | -8.8% | -59% |
| Methods | | | |
| Digression | No. of children's lives saved through GR | 5,500 | 39,700 |
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| <u>Results</u> | Reduction of the burden through the consumption of coloured rice landraces | -0.1% | -3.3% |
| Conclusion | | | |

| | | Results | |
|---|--|----------------|-------------|
| | | Low | High |
| | | US\$/DALY | |
| Intro Methods Digression Data Results Conclusion | Impact scenario | | |
| | $r_{DALYs} = 3\%$, $r_{US\$} = 3\%$ | 19.40 | 3.06 |
| | $r_{DALYs} = 0\%$, $r_{US\$} = 3\%$ | 4.76 | 0.74 |
| | $r_{DALYs} = 10\%$, $r_{US\$} = 10\%$ | 103.5 | 14.76 |
| | World Bank benchmark (US\$/DALY) | 200 | |
| | WHO standard for valuing DALYs (US\$) | 620 - 1,860 | |
| | US\$/DALY saved with supplementation | 134 - 599 | |



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Results

- The efficacy of **GR** in closing the VA intake gap is higher for the poorest quartile as compared to the richest 25% of households
- In the predominantly rice eating regions of India, consumption of **GR** in the high impact scenario provides 99% of all individuals with their recommended dietary allowance (RDA)
- In the low impact scenario it ensures RDA sufficiency for 13.4% of children (compared to 8.4% for children in all India)

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Conclusion

- **GR** has the potential to be an effective & efficient intervention to fight VAD
- **GR** on its own will not eliminate VAD
- The inclusion of **GR** in more comprehensive public health strategies should be considered
- Other useful interventions are targeted VA supplementation, nutrition education & poverty reduction

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Conclusion

- Future research has to determine the exact size of crucial parameters like
 - the β -carotene content under field conditions
 - the magnitude of post-harvest losses of β -c.
 - the agronomic performance of GR
 - the acceptance of GR by consumers
- Issue of product dilution in informal seed systems needs to be solved (for export)
- The safety of GR will have to be tested and regulated

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Thank you

for your attention!