

Rising Global Poverty Line Exposes Deep Inequities in Chocolate Supply Chains

Chocolate industry leaders urged to address structural income disparities as new World Bank poverty data reveals moral and market risk.

PARIS, FRANCE, June 16, 2025
/EINPresswire.com/ -- The World Bank's recent decision to raise the international poverty line for low-income countries—from \$2.15 to \$2.35 per person per day (in 2017 PPP terms)—has sharpened the spotlight on the financial precarity of cocoa farmers in West Africa, home to over 70% of the world's cocoa supply.



Most cocoa farmers in Côte d'Ivoire and Ghana continue to earn well below \$1 per day per household member. Image: ACM

According to CocoaRadar analysis,

most cocoa farmers in Côte d'Ivoire and Ghana continue to earn well below \$1 per day per household member—often between \$0.40 and \$0.80—placing them far beneath both the revised poverty line and established living income benchmarks.



This isn't just a statistical update. It's a recalibration of global moral responsibility. If chocolate companies are serious about sustainability, farmer income cannot remain an afterthought."

Anthony Myers, Editor,

CocoaRadar.com.

"This isn't just a statistical update. It's a recalibration of global moral responsibility," said Anthony Myers, Editor of CocoaRadar.com. "If chocolate companies are serious about sustainability, farmer income cannot remain an afterthought."

Implications for the Chocolate Industry
As millions of cocoa growers now officially fall deeper into poverty, CocoaRadar warns that chocolate companies must urgently confront the disconnect between ethical sourcing claims and farmer realities.

Key takeaways from the CocoaRadar briefing include:

☐ Brand Risk: Ethical sourcing claims may ring hollow as income benchmarks shift, exposing reputational vulnerabilities.
☐ Investor & Regulatory Pressures: EU regulations like the Corporate Sustainability Due Diligence Directive (CSDDD) and Deforestation Regulation (EUDR) will require companies to demonstrate poverty mitigation in their supply chains.
$\Box\Box$ Value Chain Imbalance: Cocoa farmers receive less than 7% of a chocolate bar's retail price—down from 40–50% in the 1970s.
$\hfill\square$ Strategic Opportunity: Companies that lead on living income innovations may gain ESG advantage and secure market trust.
Regional Impact Snapshot The revised poverty benchmark places nearly 180 million West Africans—or about 40% of the region's population—below the poverty line.
What's Next? CocoaRadar highlights several industry responses underway: A new farmer income gap tool developed by TRACT and ofi to inform sector-wide action. Nestlé's forthcoming Income Accelerator Programme progress update on June 25. Fairtrade International's commitment to strengthen its Living Income Reference Price (LIRP) framework after recent stakeholder consultation.
About CocoaRadar CocoaRadar is an independent platform providing news, analysis, and commentary on the global cocoa and chocolate value chain. From industry giants to grassroots producers, CocoaRadar tracks developments shaping the future of ethical, sustainable, and economically just cocoa production. Usit: www.cocoaradar.com Media Inquiries: press@cocoaradar.com
ENDS
Anthony Myers CocoaRadar.com tony@cocoaradar.com Visit us on social media: LinkedIn

Bluesky

Χ

EIN Presswire's priority is source transparency. We do not allow opaque clients, and our editors try to be careful about weeding out false and misleading content. As a user, if you see something we have missed, please do bring it to our attention. Your help is welcome. EIN Presswire, Everyone's Internet News Presswire™, tries to define some of the boundaries that are reasonable in today's world. Please see our Editorial Guidelines for more information. © 1995-2025 Newsmatics Inc. All Right Reserved.