- * Global food costs up 8 pct December through March
- * Production outlook strong, could check price rise
- * African domestic food prices especially high (Recasts, adds details, comment from World Bank official)

WASHINGTON, April 25 (Reuters) - Global food prices are rising again, pushed higher by costlier oil, strong demand from Asia and bad weather in parts of Europe, South America and the United States, the World Bank said on Wed nesday.

The latest World Bank food price index showed the cost of food rose 8 percent between December and March. In the previous four months, prices had declined. Even after the latest rise, food prices remain 1 percent below a year ago and 6 percent below the February 2011 historical peak, the World Bank said.

"After four months of consecutive price declines, food prices are on the rise again, threatening the food security of millions of people," Otaviano Canuto, World Bank vice president for poverty reduction and economic management, said in a statement.

"The price indices of grains, fats and oils, and other foods all increased in each month since January 2012," the World Bank said.

UPDATE 1-Global food prices on the rise again-World Bank

The international rice price declined, however, due to abundant supplies of the grain and strong competition among exporters, the poverty-fighting institution said.

If current food production forecast for 2012/2013 do not materialize, global food prices could reach higher levels and required close monitoring, the World Bank cautioned.

Developing economies were hit by a food and energy price crisis in 2008/09, sparking social unrest and food export bans in some countries. Further price increases in 2010 and early 2011 led to increased production of major crops, the bank added.

It said production outlooks remain "strong" with price pressures influenced by a decline in the use of maize for ethanol production in the United States and weaker global demand due to the <u>euro zone</u> debt crisis.

Domestic food prices remain high especially in Africa due to a combination of large food

imports and factors such as regional trade restrictions, hoarding, civil unrest and bad weather.

The World Bank said it was hard to predict whether the surge in prices this year would lead to a new global food crisis since there is no mechanism to identify the onset of a global food crisis.

The bank said it was working on developing a system to define, identify and monitor food price increases at global and national levels. (Reporting by <u>Lesley Wroughton</u>; Editing by Theodore d'Afflisio and David Gregorio)