

Nepal Agricultural Market Development Programme (Phase II)

Identification

Project Title: Nepal Agricultural Market Development Programme (Phase II)

AMP ID: 87238117724209

IATI Identifier:

Gender Marker: Neutral

Climate Change: Neutral

Budget Head:

Status: On-Going

Status Reason:

Budget Type: On Budget

Input: This project aims to increase rural smallholder farmers' income by facilitating their engagement in commercial agriculture markets which provide them with better opportunities to increase their income and improve their livelihood and competitiveness. Phase II focuses on growth and investment in forward market linkages, strengthening the country's commercialisation, processing and export of value-added agriculture products. It will provide financial and technical support towards increased provision of services and access to innovation for agri-businesses

Output:

- Technical support to the Federation of Large Cardamom Entrepreneurs of Nepal (FLCEN) and its members to identify/develop/produce value-added products and support their promotion.
- Support FLCEN to explore the international market for cardamom and its diversified products.
- Assist in registration of collective trademark in different potential export markets.
- Facilitate the signing of bilateral and multilateral trade agreements with cardamom importing countries.
- Support medium and big enterprises to build their capacity to include SMEs in the supply chain.
- Capacity-building of businesses that provide product diversification or value addition support to SMEs.
- Increased access to finance for milk processors through tailored loan products.
- Support to improve/develop standards and quality control of dairy products (protocol, registration, licensing).
- Support in awareness programmes to consumers on importance of proper packaging and required quality labelling.
- Support to improve the technical capacity of Food Technology and Quality Control (FTQC) businesses providing technical services and business skills training to SMEs in vegetable and allied crops processing.
- Support to improve/develop standards and quality control of processed products (protocol, registration, licensing).
- Support to improve the capacity of machinery manufacturers and packaging material manufacturers so that they produce machineries and innovative packaging

materials as per the need/demand of SMEs in vegetable and allied crops processing.

- Increased access to finance for processors through tailored loan products so that financial institutions can offer tailored SME loan products.
- Support in capacity development of businesses that work to improve the technical/business skills of Custom Hiring Centres (CHC) , traders/aggregators, warehouses along the value chain.
- Support warehouses and BFIs to promote warehouse receipt financing so that warehouses and Banks and Financial Institutions (BFI) initiate warehouse receipt financing system.
- Assist in advocating about development of warehouse receipt financing policy (including minimum standard protocol for storage/warehouse facility to maintain the quality of related crop).
- Support in creating linkages between large traders/feed mills with small/local traders to help large traders/feed mills form networks with small/local traders for collection of maize in bulk.
- Increased access to finance for processors through tailored loan products so that financial institutions are capable of offering tailored SME loan products.
- Partner with relevant market actors to conduct innovation Bootcamps (experts working with business start-ups to develop a prototype and work on the basics and test it in the market).
- Link up with research and academic institutions to start incubation facility.
- Organise regular networking platforms (events where start-up owners, investors, experts share their experiences and expand their network).

Outcome:

- 1,000 new jobs created in local economy, with 40% for women and 20% for disadvantaged groups (DAGs); the new jobs will generate NPR 150 million of annual income.
- 20,000 farmers benefit from higher farm-income (at least 6,000 women farmers and 5,000 DAGs); farm-income will grow by NPR 300 million annually.

Impact:

Treasury Type:

Humanitarian Aid: No

Planning

Date of Agreement 2020-11-29

Date of effectiveness

Proposed Start Date 2024-11-30

Actual Start Date

Planned Completion 2020-12-01
Date

Location

Location	Percentage
Province 1	100.0%

National Plan	
Program	Percentage
[Agriculture and Food Security] [Macroeconomic Policy and Economic Development Policy] [National Development Plan (NDP)]	100.0%

Sector	
Sector	Percentage
Nepal Sector Classification AGRICULTURE 0	100.0%

Implementing/Executing Agency	
Implementing Agency	
Department of Agriculture	100.0%
Executing Agency	
Department of Agriculture	100.0%
Responsible Organization	
Ministry of Agriculture, Land Management and Cooperatives	100.0%
Donor	
Swiss Agency for Development and Cooperation	0.0%

Funding					
Transaction Date	Type of Assistance	Mode of Payment	Post Earthquake Assistance	Commitment	Disbursement
Swiss Agency for Development and Cooperation					
Actual					
12/9/2020	Grant Aid	Direct Payment	No	0	1,512,828
3/22/2022	Grant Aid	Direct Payment	No	0	806,841
6/27/2021	Grant Aid	Direct Payment	No	0	1,193,117
11/29/2020	Grant Aid	Direct Payment	No	9,621,583	0
UNDISBURSED BALANCE				6,108,799	

Transaction Date	Type of Assistance	Mode of Payment	Post Earthquake Assistance	Commitment	Disbursement
9/29/2021	Grant Aid	Direct Payment	No	0	1,698,401
Total				9,621,583	5,211,185
Planned					
9/1/2021	Grant Aid	Direct Payment	No	0	1,698,401
3/22/2022	Grant Aid	Direct Payment	No	0	806,841
Total				0	2,505,242
Total (Swiss Agency for Development and Cooperation)				9,621,583	7,716,427
UNDISBURSED BALANCE				1,905,156	

Progress Achieved

Progress Achieved:

Key Problems:

Steps Taken to Solve Problems:

Funding Information

Total Actual Commitment 9,621,583

Total Planned Commitment 0

Total Actual Disbursement 5,211,187

Total Planned Disbursement 2,505,242

Sustainable Development Goals

SDG Topic:

SDG:

Additional Information

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