



INTERNATIONAL FOOD
POLICY RESEARCH INSTITUTE
sustainable solutions for ending hunger and poverty

Overview of the Progress for Output 1 & 3

RDTA 7996 Innovative Financing for Agriculture and Food Value Chains

Kevin Chen

**China Program Leader and Senior Research Fellow
International Food Policy Research Institute**

**“The Midterm Project Workshop on Innovative Financing for
Agriculture and Food Value Chains”, Co-organized by International
Food Policy Research Institute and the Asia Development Bank, May
28-29, 2015, Manila, Philippine**

Agrifood Value Chain and Financing

- Agri-food value chains (AFVC) are under a rapid transformation in developing countries of Asia
 - Access to finance for agri-food value chains is a widespread constraint
 - access to AFVC financing for smallholder farms and SMAEs is particularly limited
-

Three Knowledge GAPS with VC Financing

- **GAP1: little information about VC-financing use patterns, in terms of the level and composition of VC-financing used, and the determinants of the availability of certain types of VC financing**
 - **GAP2: little information about the influence of VC-financing accessibility on actor participation in VC transformation**
 - **GAP3: little information on the severity of VC-financing inaccessibility or excess demand for any or all of major VC finance sources**
-

Agri-food VC and Financing

- **Innovative Financing for Agriculture and Food Value Chains in Bangladesh, Cambodia, China and India**
 - **Funded by the Asian Development Bank**
 - **Innovative Financing for Agriculture and Food Value Chains in China and India**
 - **Funded by CGIAR Research Program on Policy, Institution, and market (PIM)**
-

Three OBJECTIVES

- Address three key knowledge gaps concerning the four types of value chain (VC) financing in the three types of VCs (traditional, transitional, and modern);
 - Address key knowledge-networking gaps concerning VC financing, using knowledge generated in our applied research; and
 - Identify promising VC-financing innovations to help small farmers and processing and distribution small and medium agro-enterprises access dynamic value chains.
-

Focus Countries and Commodities

- **Potato (ADB and CGIAR/PIM)**
 - **Bangladesh, China, and India**
 - **Rice (RETA 14, RETA 13)**
 - **Bangladesh, China, Indian, and Viet Nam**
 - **Dairy (DFID, CGIAR/PIM)**
 - **China**
-

Approaches

- **Literature and policy review**
 - **VC mapping**
 - **Research questions**
 - **Analysis framework**
 - **Stacked surveys**
 - **Sampling framework**
 - **Questionnaires**
 - **Case study for VC Financing**
 - **Policy impact**
-

New Stacked VC Surveys

- **Potato, Bangladesh**
 - 4 districts; 8 sub-districts, 16 villages; 252 farmers; 50 wholesalers; 60 traditional retailers; and 14 supermarkets; 5 financial institutions
 - **Potato, China**
 - 3 provinces; 5 counties, 10 townships; 502 farmers; 61 wholesalers; 140 traditional retailers; and 41 supermarkets
 - **Dairy, China**
 - 3 provinces; 4 counties, 8 townships, 486 farmers; 23 wholesalers; 81 traditional retailers; 32 raw milk traders; and 63 supermarkets
 - **Potato, India**
 - 2 districts; 4 sub-districts; 256 farmers; 84 wholesalers; 38 village traders; 60 traditional retailers; 3 processors; and 41 supermarkets
-

Case Studies

- 10 cases selected by an international specialist
- 9 cases selected by Bangladesh expert
- 5 cases selected by Chinese expert
- 4 cases selected by India expert

=> Covers wide spectrum of agri-food VC financing models cross the countries

Cross Country Theme

- **Knowledge Platform for VC Financing**
 - ReSAKSS-Asia
 - **Project Workshops**
 - Inception Workshop, April 11-12, 2013
 - Midterm Workshop #1 on VC Financing, January 27-28, 2015
 - Midterm Workshop #2 on VC Financing, May 28-29, 2015
 - **Country Policy Workshop**
 - To be held in July 20, 2015, Dakar, Bangladesh
 - **2015 Regional Forum on VC Financing**
 - To be held in XXXX, 2015, Manila, Philippine
-

Output 3 – Knowledge Platform

- The ReSAKSS-Asia website is updated with a more user-friendly design;
 - The new homepage highlights value chain as a featured topic;
 - The ReSAKSS-Asia website is now connecting with partners' databases. New blog stories, news, datasets, events, and publications are updated automatically.
-

No	Tasks	Due Date
Bangladesh, Cambodia, India, and China		
1	Data entry, cleaning, and analysis	1/15/2015
2	Final report on survey	3/31/2015
3	Reports on case studies	3/31/2015
4	Project team meeting in Manila	5/31/2015
5	In-country workshop - Bangladesh	7/20/2015
Miller		
1	Reports on cross-country case studies	1/15/2015
2	Participate in the project team meeting in Manila	5/31/2015
3	Write an article on VC financing as the book chapter on VC financing case studies	6/30/2015
Ma		
1	Summary of China case studies in English	3/31/2015
2	Write a book chapter on VC financing cases in China	6/30/2015
Final Work		
1	A strategic evidence-informed policy report	6/30/2015
2	Development of a communications strategy	7/31/2015
3	Final project report	8/31/2015
4	Regional conference	8/31/2015

Rescheduled Deliverables

- **Duration**

- **January 16 2013 – August 30, 2015**

- **Deliverables**

- **Draft country reports – June 15, 2015**

- **Country policy report – Bangladesh and China; June 30, 2015**

- **Draft final report/book chapters – July 31, 2015**

- **Knowledge platform for agri-food VC Financing – August 15, 2015**
