Grant No.: DSF-8050-NP Loan No.:796-NP

Government of Nepal

Ministry of Agricultural Development

High Value Agriculture Project in Hill and Mountain Areas (HVAP)

**SECOND TRIMESTER PROGRESS REPORT 2015/16 (16 November 2015 to 13 March 2016)**



HIGH VALUE AGRICULTURE PROJECT IN HILL AND MOUNTAIN AREAS (HVAP)

Project Management Unit

Birendranagar, Surkhet, Nepal

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 Implementing Partners

April 2016



Government of Nepal

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**April 2016**

**Project at a Glance**

|  |  |
| --- | --- |
| Country | Nepal |
| Title of the Report | Second Trimester Progress Report 2015/16 |
| Project Title | High Value Agriculture Project In Hill and Mountain Areas (HVAP) |
| Project Number | Loan No.: 796-NP; Grant No.: DSF-8050-NP |
| Donor Agency | International Fund for Agricultural Development (IFAD) |
| Executing Agency | Ministry of Agricultural Development, Government of Nepal |
| Partners | SNV-Nepal and Agro Enterprise Centre |
| Location of the Project | 6 Districts from Mid-Western Development Region and 1 District from Far-Western Development Region of Nepal |
| Fiscal Year/Reporting Year | 2015/16 |
| Reporting Period | 16 November 2015 to 15 March 2016 |
| Year of Implementation | 6th Year |
| Total Project Budget (US$) | 18.87 Million |
| Date of Loan Effectiveness | 5 July 2010 |
| Date of Project Start | 6 Feb 2011 |
| Project Duration | 6.5 Years |
| Date of Project Completion | 30 September 2017 |
| Date of Financing Closing | 31 March 2018 |
| Budget of FY 2015/16 Year | NRs. 377.4 Million |
| Financial Achievement of the Reporting period of FY 2015/16 Year | NRs. 77.51 Million (56% of the Target) |
| Cumulative Financial Achievement till Reporting Period | NRs. 813 Million (61% of the Total Fund allocated) |
| Disbursement from IFAD | USD 6.11 Million (40 % of the total IFAD Fund of USD 15.28 Million) |
| Households covered till reporting year | 12,747 Households/10 Traders (94% of total target :13,555) |
| No. of Women Beneficiaries | 41,260 (82% of total target:50,400) |
| No. of Dalits and Janajatis Beneficiaries  Average additional net income per HH | 26,342 (125% of total target: 21,000)  NRs. 20,789in FY 2015/16 (Target: NRs. 30,000/HH/ year at the end of the project) |

**Figure 1: Financial Planned Vs Achieved during the First Trimester of Current Fiscal Year 2015/16.**

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*Acronyms*

*AEC -Agro- Enterprise Centre*

*AMIS -Agriculture Market Information System*

*AWPB -Annual Work Plan and Budget*

*BDS -Business Development Services*

*BLC -Business Literacy Class*

*CCI -Chamber of Commerce and Industry*

*DADC -District Agriculture Development Committee*

*DADO -District Agriculture Development Office*

*DCCI -District Chamber of Commerce and Industry*

*DCED -Donor Committee for Enterprise Development*

*DFO -District Forest Office*

*DLSO -District Livestock Service Office*

*EoI - Expression of Interest*

*FNCCI -Federation of Nepal Chambers of Commerce and Industry*

*GeSI - Gender and Social Inclusion*

*GoN -Government of Nepal*

*HBTL -Himalayan Bio Trade Limited*

*HHs -Households*

*HVAP -High Value Agriculture Project in Hill and Mountain Areas*

*HVC -High Value Commodity*

*IB -Inclusive Business*

*IFAD -International Fund for Agriculture Development*

*KM -Knowledge Management*

*LNGO -Local Non-Government Organization*

*LRP -Local Resource Person*

*LSP -Local Service Provider*

*M&E -Monitoring and Evaluation*

*MAPs -Medicinal and Aromatic Plants*

*MIS -Management Information System*

*MoAD -Ministry of Agricultural Development*

*MoU -Memorandum of Understanding*

*MSP -Multi-Stakeholder Platform*

*MTR -Mid-Term Review*

*NARC -Nepal Agriculture Research Council*

*NGO -Non Government Organization*

*NTFPs -Non Timber Forest Products*

*OSV -Off-Season Vegetables*

*PCCG -Project Coordination and Consultation Group*

*PMU -Project Management Unit*

*PO -Producers' Organizations*

*PPF -Production and Post-harvest Support Fund*

*PSC -Project Steering Committee*

*RD -Regional Directorate*

*REFLECT-Regenerated Ferierean Literacy through Empowering Community Technique*

*RIMS -Result and Impact Management System*

*SNV -Netherlands Development Organization*

*SQCC -Seed Quality Control Centre*

*ToT -Training of Trainers*

*VC -Value Chain*

*VCA -Value Chain Analysis*

*VCD -Value Chain Development*

*VCF -Value Chain Fund*

*W1 -Window 1*

*W2 -Window 2*

**EXECUTIVE SUMMARY**

The High Value Agriculture Project in Hill and Mountain Areas (HVAP) is a joint endeavour of the Government of Nepal (GoN) and the International Fund for Agricultural Development (IFAD) and is executed by the Ministry of Agricultural Development (MoAD) in partnership with the Netherlands Development Organization (SNV) and the Agro-Enterprise Center (AEC) of the Federation of Nepalese Chamber of Commerce and Industries (FNCCI). It has completed 4 years and 9 months of the total project period of 6.5 years. This report covers not only the results of the project activities, which were accomplished from 16 November 2015 to 15 March 2016, but also the cumulative results since the start of the project.

The project has made 48 co-investments contracts with grantees during the reporting period, of which there are 32 producers' organizations (25 groups and 7 cooperatives). As such, since the start of the project, the project has made contracts for co-investments with 359 producers' organizations (244 groups and 115 cooperatives). Similarly 2 structures and 13 private service providers were also supported during the reporting period. As such, till the reporting period, there are a total of 420 co-investment supports made from the project. This comprised of 11 businesses for input supply, processing and marketing supported through Value Chain Fund (VCF) W1; 269 production businesses through VCFW2; 96 production and post-harvest supports through Poverty Inclusion Fund (PPF/PIF); 25 private service providers; 5 structures through the Sector Development Fund (SDF); 12 Action Research and Demonstrations (ARD); and 2 structures through the Spatial Inclusion Fund (SIF).

The project has provided its services to 923 additional households through the different project funds during the reporting period and as such, total benefited households reached to 12,747 (94% of total target). Among them, *Dalits, Janajatis* and *Other Caste* households represented 18%, 13% and 69% respectively. A total of 41,260 women (82% of total target) and 26,342 *Dalits/Janajatis* (125% of total target) people have received project services so far. As such the inclusion of women and dalits/janajatis in the project activities has been to 62% and 31% as against the target of 60% and 25% respectively.

The project invested a total amount of NRs 369 million as co-investments in the production and marketing of high value agriculture products in seven value chains till the reporting period. A total of NRs. 201 million (54% of the total contracted amount) was disbursed to 420 grantees (agribusinesses and producer organizations) till the reporting period.

The weighted progress during the reporting period is 67 %. The project could spend NRs. 77.51 million, which is 56% of the planned NRs. 137.66 million. Whereas, the cumulative expenditure of the project, till the second trimester of the current fiscal year, reached to NRs 813.57 million, which accounted for 61% of the total project fund (NRs. 1338 million). The total disbursement from the IFAD has been reached to 40% till the end of the reporting period, based on the USD, excluding the initial deposit.

The project could spend only 37% of the total budget of current fiscal year till the reporting period due to the required additional support in the Expression of Interest (EOIs) and business planning process with the grant applicants. Besides, along with others, the project was also suffered of political unrest and fuel crisis during the reporting period, because of which the project could not spend as per target. The project is facing challenges of poor infrastructures; duplication of programs by other development agencies/organizations in the HVAP working areas causing difficulties for value chain wise cluster development; and weak group governance to take up additional value chain responsibilities. The project, however, is trying to solve the problems faced during the implementation and achieve the goal of inclusive and sustainable value chain development.

# PROJECT OVERVIEW

The High Value Agriculture Project in Hill and Mountain Areas (HVAP) is a market led initiative that seeks to provide income and employment benefits to poor smallholder farmers and landless through the development and upgrading of pro-poor value chains. Following the Inclusive Business (IB) approach, the project facilitates mutually beneficial and profitable arrangements between the suppliers (producers) and buyers (traders) in High Value Commodity (HVC) value chains and enhances at the same time of the inclusion of marginalised groups. As a result of the newly constructed three road corridors (Chhinchu-Jajarkot, Surkhet-Dailekh and Surkhet-Jumla), the project focuses on the supply of these commodities from Achham,Dailekh, Jajarkot, Jumla, Kalikot, Salyan and Surkhet districts.

## Goal of Project

The overall goal of the project is the reduction of poverty and vulnerability of women and men in hill and mountain areas of the Mid and Far Western Development Region of Nepal.

## Objectives of the Project

The main objectives of the project are:

* Improved commercial relations and partnerships between agricultural/NTFP/MAP market operators and producers resulting in profitable, efficient and market-orientated production of high value commodities by 13,500 beneficiary households.
* Increased participation of poor marginal producers in high value commodity value chains with improved access to agricultural/NTFP markets.
* Poor smallholder farmers and other rural producers benefit from sustainable increases in volume and value of production as a result of improved production/collection, value addition and sales of high value niche market products.
* Enhanced enabling environment and strengthened local capacity to support market driven value chain.

## Target Group

The Project aims to benefit about 55 agribusinesses and 13,500 producer households directly and 37,000 households indirectly, residing in the project areas. The target groups among the producers consist of the members of poor and vulnerable households who lack the assets to access resources and make use of opportunities. As such, the project targets 60% women and 25% socially disadvantaged groups such as *Dalits* and indigenous group (*Janajatis*) belongs to the project area.

## Project Approaches

The project adopts an Inclusive Business approach to Value Chain Development (Component 1) with the other components directly supporting upgrading and sustainability through service market strengthening (Component 2) and suitable arrangements for project management (Component 3). The project adheres to the following guiding principles:

* Demand driven value chain development: the agribusiness with reliable demand as the point of departure with the inclusion of producers in the supply chain.
* Producer-agribusiness partnership in business-to-business value chains with enhanced bargaining power of producers.
* Collective marketing by producers: group / cooperative supply and service agreements with agribusiness. Inclusion of women, poor and vulnerable groups like *Dalits* and *Janjatis* in value chain groups.
* Sustainability of institutions and processes; value chains that are profitable to both the agribusinesses/traders, service providers and the producers.
* Facilitate spatial as well as social inclusion promoting equity in project support among the 7 participating districts.
* Partnership in implementation: implement the project primarily through local NGOs and local service providers with government/MoAD having overall responsibility and oversight and SNV taking the technical lead in guiding project implementation.
* Facilitate value chain financing through a combination of sources: Agribusiness financing linked to agreed contracts, self-generated savings from group savings and credit schemes, loans from local Micro Finance Institutions and other commercial finance, a project value chain grant fund for co-investments, and a project production and post-harvest fund for small grants support.

## Implementation Modality

The Ministry of Agricultural Development (MoAD) has the overall responsibilities for the project implementation. Within the Project Management Unit (PMU) in Surkhet, the SNV and AEC staff supports inclusive value chain development in component 1. This takes place within value chain teams where MoAD staff and designated consultants support the inclusion of specific groups, manage the designated funds and provide production related technical support. MoAD designated consultants steer the service market development in component 2, supported by both SNV and AEC staff. The majority of the project services are facilitated by the district based local NGOs, backstopped by the PMU in close coordination with the DADO/DLSO/DFO of the respective project districts. The project’s collaborative framework comprises of three main bodies: Project Steering Committee (PSC), HVAP Agribusiness Working Group, both Kathmandu-based, and an area-based Project Consultative and Coordination Group (PCCG) based in Surkhet. The figures 1 and 2 explain the institutional implementation arrangement and steps in programme implementation respectively.

Figure 2: Implementation Arrangement

Figure 3: Programme Implementation Procedures/Steps

Gender and Social Inclusion, Social Mobilization, B2B Linkages, Agribusiness Engagement, Contract Facilitation, Service Development, Coordination and Management

1. **PURPOSE OF THE REPORT**

The purpose of this report is:

* To inform the donor, project partners, stakeholders, project staff and concerned beneficiaries about the progress of the project; and
* To update the status of the project.

1. **PROJECT RESULTS**

## Major Outcomes and Outputs of the Project

**Outcome 1: 923 *Households (HHs) received project services* (total target-13500/this year’s target-4087/this trimester target-913) in the reporting period.**

The project provided its’ services to an additional 923 households during the reporting period, as against the target of 913 during the 2nd trimester of current fiscal year 2015/16. The detail is given in Table 1.

Since the beginning, the project provided its services to 12,747 households in 7 project districts. It supported them with inputs for market led production in 7 value chain commodities. Among the benefitted households, 31 % was from *Dalits and Janajatis* (18 % and 13 % respectively) and 69 % from *Other Caste*. The project achieved 94 % in total target (13,500) till the end of 2nd trimester of current fiscal year 2015/16. Details are provided in Table 2.

**Table No. 1: Details of beneficiary HHs supported during the reporting period**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | Dalit | Janjati | Other Caste | Total | Percent |
| Apple | 3 | 1 | 14 | 18 | 2 |
| Ginger | 6 | 20 | 28 | 54 | 6 |
| Goat | 27 | 0 | 184 | 211 | 23 |
| OSV | 69 | 44 | 241 | 354 | 38 |
| Timur | 27 | 0 | 69 | 96 | 10 |
| Turmeric | 24 | 51 | 61 | 136 | 15 |
| Veg. Seed | 17 | 0 | 37 | 54 | 6 |
| Total | 173 | 116 | 634 | 923 | 100 |
| Percent | 19 | 13 | 69 | 100 |  |

Table No. 2: Details of beneficiary HHs supported from project till second trimester of FY 2015/16

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  | HHs Disaggregated by Social/caste Ethnicity | | | | Total Project Target | Achieved Percent |
| Dalits | Janjatis | Other Caste | Total |
| Apple | 217 | 6 | 1668 | 1891 | 1980 | 96 |
| Ginger | 111 | 244 | 590 | 945 | 1980 | 48 |
| Goat | 565 | 393 | 1781 | 2739 | 2700 | 101 |
| OSV | 424 | 473 | 1920 | 2817 | 2700 | 104 |
| Timur | 582 | 331 | 1433 | 2346 | 720 | 326 |
| Turmeric | 304 | 251 | 998 | 1553 | 2700 | 58 |
| Veg. Seed | 60 | 18 | 378 | 456 | 720 | 63 |
| Total | 2263 | 1716 | 8768 | 12747 | 13500 | 94 |
| Percent | 18 | 13 | 69 |  |  |  |

Figure 4: Project Beneficiary Households Target Vs Achievement by Value Chains till the reporting period

Figure 5: Households distribution (in percent) by caste/ethnicity and value chains till the reporting period

**Outcome 2: 4142 Individual women receiving project services**

During the reporting period 4142 individual women beneficiaries received the project services. Till the reporting period 41, 260 women beneficiaries received the project services. So far, 82% of total target of women and 125% of the total target of Dalits and Janajatis received the project services. Till the second trimester of fiscal year 2015/16 the project reached to 99% of total target of beneficiaries with the project services. Details are provided in Table 3.

**Table No. 3: No. of individual beneficiaries in different project year (PY)**

|  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  | **PY1** | **PY2** | **PY3** | **PY4** | **PY5** | **PY6 (till 2nd trimester)** | **PY7** | **Total** | **Target** | **Achieved %** |
| Women | 0 | 991 | 7,976 | 12,007 | 14561 | 5725 |  | 41,260 | 50400 | 82 |
| Men | 0 | 934 | 7,512 | 11,308 | 17296 | 5145 |  | 42,195 | 33600 | 126 |
| Dalits & Janajatis | 0 | 907 | 5,220 | 7,001 | 9383 | 3831 |  | 26,342 | 21,000 | 125 |
| Women+Men | 0 | 1,925 | 15,488 | 23,315 | 31857 | 10870 |  | 83,455 | 84,000 | 99 |

**Outcome 3: Average income increased by NRs. 20,789 till the second trimester of Fiscal Year 2015/16**

During the 8 months of the current fiscal year of 2015/16, the average additional net income increased by NRs. 20,789 in 7 value chains as against the target of NRs. 14,914. This result of additional net income was based on 6,555 HHs (out of 12,747 HHs), which have already received at least one season production in 7 value chains.

While making a comparison of increased net income per household among the 7 value chains, the apple value chain showed the highest net income increment (NRs. 40,962), followed by the OSV value chain (NRs. 29,207). The lowest net income increment was found in the vegetable seed value chain (NRs. 2,064). Details are provided in Table 4 and Annex A.

**Table 4: Average baseline and after intervention net income during the current fiscal year in 7 value chains**

|  |  |  |  |
| --- | --- | --- | --- |
|  | Baseline (NRs.) | After Intervention (NRs.) | Increased by (NRs.) |
| Apple | **9,145** | **50,106** | **40,962** |
| Ginger | **10,214** | **29,528** | **19,313** |
| Goat | **23,563** | **35,797** | **12,234** |
| OSV | **18,960** | **48,167** | **29,207** |
| Timur | **6,479** | **19,235** | **12,757** |
| Turmeric | **6,121** | **15,784** | **9,663** |
| Veg Seed | **2,355** | **4,418** | **2,064** |
| Average | **14,914** | **35,703** | **20,789** |

## Major Achievements by Component during the Reporting period and Cumulative since the beginning of the project

The project has accomplished most of the planned activities during the second trimester of the fiscal year 2015/16, however some activities were not accomplished due to the most needed additional support in field verification of short listed Expression of Interest (EOIs) and business planning process with the grant applicants. The project's physical and financial achievements are 67% (weighted progress) and 56 % respectively against the target of second trimester. The major outputs are explained component-wise in the following paragraphs. The basic data of the project can be retrieved from the project MIS: [www.hvapmis.gov.np](http://www.hvapmis.gov.np).The details of targets Vs achievements are illustrated in Annex A.

**COMPONENT 1: INCLUSIVE VALUE CHAIN DEVELOPMENT**

## PART ONE: VALUE CHAIN DEVELOPMENT AND BUSINESS LINKAGES

**Output 1: 6 Multi Stakeholders’ Platform Workshops (MSP) Conducted**

Six multi stakeholders’ platform workshops were organised in 4 value chains: timur, ginger, goat and off season vegetable. The MSPs brought different stakeholders of the respective value chains together to review the interventions conducted by VC actors and support organisations, to identify service demands and create linkages among the actors.

The MSPs created better understanding on the terms of trade and address immediate constraints or opportunities for business and service relationships and consequently performance. The participants brainstormed on various options for service models that can function effectively and in a sustainable manner thereby supporting value chain growth.

Altogether, there were 366 participants including 27 percent female and 29 percent from Dalits/Janjatis were represented from different producer groups, cooperatives, traders, processors, agro-vets and service providers. The detail no. of participants is given in Table 5.

Table No. 5: Number of participants in MSP workshop by value chain in the reporting period

|  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| S.N. | MSP by value chain | Date | Venue | Dalits | | Janjatis | | Other caste | | Total | |
| F | T | F | T | F | T | F | T |
| 1 | MSP OSV 6 | 4-5 Nov. 2015 | Surkhet | 0 | 3 | 3 | 18 | 19 | 77 | 22 | 98 |
| 2 | Goat (Cluster Level) | 1 Dec. 2015 | Sallibazzar, Salyan | 7 | 8 | 8 | 13 | 4 | 26 | 19 | 47 |
| 3 | Goat (Cluster Level) | 4 Dec. 2015 | Khadgawada,Dailekh | 1 | 2 | 4 | 10 | 7 | 29 | 12 | 41 |
| 4 | Goat (Cluster Level) | 9 Dec. 2015 | Chinchu, Surkhet | 0 | 1 | 3 | 8 | 5 | 29 | 8 | 38 |
| 5 | Goat (Cluster Level) | 22 Magh 2072 | Khalanga, Jajarkot | 8 | 13 | 5 | 8 | 8 | 26 | 21 | 47 |
| 6 | Vegetable Seed 4 | 4-5 Jan 2016 | Surkhet | 1 | 4 | 2 | 12 | 4 | 41 | 7 | 57 |
| 7 | MSP Ginger 5 | 28-Feb-16 | Surkhet | 1 | 4 | 2 | 2 | 7 | 32 | 10 | 38 |
|  | **Total** |  |  | 18 | 35 | 27 | 71 | 54 | 260 | 99 | 366 |
|  | Percent |  |  |  | 10 |  | 19 |  | 71 | 27 |  |

Note: F-Female, T- Total

**Output 2: 15 Agribusiness-Producer’s Organizations Interaction Workshops conducted**

Fifteen agribusiness-producers interaction meetings and contract facilitation events were conducted during the reporting period on vegetable seed, Off-season vegetable, ginger, timur and turmeric value chains. The project staff facilitated the discussion among the agribusinesses and producer organisations on supply demand status of the products, terms of trade, quality aspects and products sourcing areas during the programme. The interaction programme was instrumental in building trust and relationships besides exploring production and marketing opportunities among each other. The agribusinesses, cooperatives and project staff visited the production sites providing insights on the production potential and in depth discussion on quality aspects during the programme.

In addition, contract facilitation and market arrangement Interaction was held among the group/cooperatives supported under HVAP, local traders and regional traders involving DCCI, DADOs and other stakeholders that resulted in buy-back arrangement of the products and improved marketing practices as collective marketing, grading, sorting and risks/benefits sharing.

Altogether, there were 369 participants including 45 percent women and 29 percent Dalits/Janjatis representing producer groups, cooperatives, traders, processors, agro-vets and service providers. The detail no. of participants is given in Table 6.

**Table No. 6: Participants of Interaction Workshops by gender and social caste/ethnicity**

|  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| S.N. | Programme | Date | Dalits | | Janjatis | | Other caste | | Total | |
| F | T | F | T | F | T | F | T |
| 1 | Govinda Mandis + 8 OSV Group/Coop Interaction, Babiyachaur, Surkhet | 9-Jan-16 | 0 | 0 | 12 | 22 | 16 | 36 | 28 | 58 |
| 2 | 4 Local Traders + 3 OSV Group/Coop Interaction, Jarkot, Dailekh | 21-Feb-16 | 0 | 0 | 0 | 1 | 15 | 29 | 15 | 30 |
| 3 | B & S Mandis + 13 OSV Group/Coop (4 Dailekh, 9 Achham) Interaction, Rakam, Dailekh | 27-Dec-15 | 0 | 3 | 1 | 5 | 7 | 27 | 8 | 35 |
| 4 | B & S Mandis + 2 OSV Group (1 Achham 1 Dailekh) Interaction, Tallo Dungeswor, Dailekh | 29-Dec-15 | 0 | 0 | 1 | 2 | 2 | 8 | 3 | 10 |
| 5 | Puja Mandis + 4 OSV Group/Coop of Surkhet East Interaction, Dasrathpur, Surkhet | 12-Dec-15 | 4 | 4 | 5 | 5 | 27 | 36 | 36 | 45 |
| 6 | Puja Mandis + Labana Agri Coop, Interaction, Kalyan, Surkhet | 12-Dec-15 | 6 | 26 | 0 | 1 | 1 | 2 | 7 | 29 |
| 7 | Contract Facilitation Event between Puja Mandis + Shramjyoti Farmers Group, Raharpur Surkhet) | 24-Nov-15 | 0 | 0 | 4 | 5 | 13 | 16 | 17 | 21 |
| 8 | Contract Facilitation Event between Puja Mandis + Jana chetan Farmers Group, Lekgaun Surkhet) | 2-Dec-15 | 0 | 0 | 13 | 27 | 0 | 1 | 13 | 28 |
| 9 | Contract Facilitation Event between B & S Mandis + Janapremi Group Interaction, Lyati  Bindrasaini, Dailekh | 28-Dec-15 | 2 | 2 | 0 | 0 | 13 | 40 | 15 | 42 |
| 10 | Contract Facilitation Event between B & S Mandis + Tariya Bemausami Group Interaction, Tariya, Dailekh | 28-Dec-15 | 0 | 0 | 0 | 0 | 15 | 31 | 15 | 31 |
| 11 | Contract Facilitation Event between Bhattarai Masala Udhyog + Gufatal Coop, Vidyapur, Surkhet | 7-Dec-15 | 1 | 2 | 0 | 0 | 4 | 16 | 5 | 18 |
| 12 | Contract Facilitation Event between Bhattarai Masala Udhyog + Veri Samu dayik Coop, Babiyachaur, Surkhet | 7-Dec-15 | 0 | 3 | 0 | 0 | 5 | 19 | 5 | 22 |
|  | **Total** |  | 13 | 40 | 36 | 68 | 118 | 261 | 167 | 369 |
|  | **Percent** |  |  | 11 |  | 18 |  | 71 | 45 |  |

Note: F-Female, T- Total

**Output 3: 18 VCF W1 EOIs Facilitated**

The project has received EoI for establishment of 2500 MT Multi-chambered Cold Storage with HFC based cooling agent and Pre-fab insulation, the first of this type in the country under the VCF W1 special provision of USD 500 000. The Project facilitated feasibility study, investment opportunity workshop including technology/ designing and costing of the proposed 2500 MT multi-chambered cold storage and observation visit that serve the foundation for investment from private sector preparation of Business plan which is ongoing. Likewise, the project has received EoI for preparing compost manure addressing the gaps of inputs /fertilisers on one hand and utilising the green waste of the city in particular Bulbule Regional Agri Market Centre thus creating better environment.

Besides above, the project facilitated and supported Bulbule Regional Agricultural Market Management Committee for developing detail proposal along with design of the proposed infrastructures and software programmes. The project is going to invest NRs. 30 million of grant to Bulbule Regional Agricultural Market Management Committee for developing regional market facilitates. Apart from this, the project has also facilitated the below tabled business plans under VCF W1 during the reporting period.

Table 7. Name of Agribusiness/Traders /Company facilitated by the project under W1

| S.N | Name of Company / Agribusiness | Value Chain | Investment Areas | Remarks /Status |
| --- | --- | --- | --- | --- |
|  | B & P Badhshala, Surkhet | Goat Meat | Slaughter house, Cold chamber for Processed meat, Embedded services | BP finalised and contract in Process |
|  | Star Bui Bijan, Surkhet | Goat | Goat Resource centre infrastructures, Quality breed, Technical staff, Nursery | Goat resource Centre; BP finalised and contract in Process |
|  | Sharamjibi Bakhra Palan Farm, Hariharpur, Surkhet | Goat | Goat Resource centre infrastructures, Quality breed, Technical staff, Nursery | BP finalised and in process for VCMT review/ Assessment |
|  | Samridhi Bakhra Palan Farm, Satakhani, Surkhet | Goat | Goat Resource centre infrastructures, Quality breed, Technical staff, Nursery | BP finalised and in process for VCMT review /Assessment |
|  | Babu & Shahi Sabji Mandis | OSV | Post-harvest loss reduction; Collection centres operation, Embedded support & services, technical staff | BP (revision) finalised and in process for VCMT review/ Assessment |
|  | Timilsina Phalphul Mandis, Surkhet | Apple | Packaging facilities for post-harvest reduction at farm, Embedded support & Services and transportation | BP finalised and in process of VCMT review/Assessment |
|  | Kushe Herbal & Minerals, Jajarkot | Turmeric | Semi-Processing Equipments, Ware house, Embedded services | BP finalised and in process for BPAP Review |
|  | Resham Khadka | Timur | Storage House, Embedded support & Services, Packaging Materials | BP finalised and in process of VCMT review/Assessment |
|  | Puja sabji Mandis, Surkhet | OSV | Harvest loss reduction; Collection centres operation, Embedded support & services, technical staff | BP Preparation ongoing |
| 1. for | Agro Trade Concern, Sallibazar, Salyan | OSV | Packaging materials for post-harvest loss reduction, training to farmers, weighing machine | BP Preparation ongoing |
|  | Lima falful Prosadhan Kendra, Kalikot | Apple | Packaging facilities for post-harvest reduction at farm, Embedded support & Services | BP finalised and in process of VCMT review/Assessment |
|  | HARS, Bhairahawa | Turmeric | Processing Equipments, Finished product manufacturing, Ware house, Embedded services | BP preparation on going |
|  | Thapa General Store, Botechaur, Surkhet | Turmeric | Semi-Processing Equipments, Finished product manufacturing, Embedded services | BP preparation on going |
|  | Bhattarai Brothers & Company, Lekhparajul, Surkhet | Turmeric | Semi-Processing Equipments | BP preparation on going |
|  | Sungava Bakhra Palan Farm, Gadi, Surkhet | Goat | Goat Resource centre infrastructures, Quality breed, Technical staff, Nursery | Goat resource Centre; BP Ongoing |
|  | CG Seed and Fertiliser | Seed | Hybrid seed production technology, equipments and trainings | Dropped |
|  | Karnali Cold Storage Pvt. Ltd. ( A consortium of 5 Companies) | Cold Storage | 2500 MT + Capacity Multi-chambered cold storage with HFC based cooling unit and prefab insulation | BP preparation ongoing after conducting pre-feasibility study, opportunity and investment workshop |
|  | Green City Pvt. Ltd | Compost Plant | Composting Plant, packaging materials, equipments and marketing | FV conducted and BP preparation on going |

Output 5: SMS Based Market Information System Established

SMS based Market Information System is in operation in regional hub centre Birendranagar, Surkhet during the reporting period. An information hub also established at CCI, Surkhet to collect and disseminate the market information. The project has applied the push system in SMS based market information system at the moment to increase the access of farmer in price information of the agriculture products of different market centres: national level, regional level and district level. The project has also provided the grant to CCI Surkhet to pay the SMS charge to Nepal Telecommunication. The price of the one SMS would be NRs 2.30. The farmers from the different groups/cooperatives of the mid-western development region would be benefited. The project is also updating the MIS software to flow the climate and agriculture extension based information to the farmers in coming years.

Apart from the SMS, the project has also disseminated the market price information to the farmers through broadcasting by local FM and radios, hording boards, digital displays and voice mail. The information collection and dissemination process is given below:

:

7 CCIs

Markets

Collection and Process in Information hub CCI, Surkhet

7 CCIs

Hoarding board in market Centers

SMS to Individual Farmers

Broadcasting through FMs

Displayed in Bulbule Regional Market Center, Surkhet

Voice Mail, CCI Surkhet

Farmers, retailers and consumers

Collection

Process

Dissemination

Figure 6: Collection and dissemination process of market information

Output 6: One Policy Dialogue Event Organized

One policy event workshop organized in Nepalgung during the reporting period. The objective of this workshop was to address the hurdles for trading of agricultural products in the border market: Nepalgunj. 26 participants from the stakeholders: centre level and regional level were participated in the workshop. The participants discussed on about the major problems of quarantine for border marketing of agriculture products were discussed in the workshop.

Output 7: One inter projects interaction organized

One day inter-projects interaction event was organized during the reporting period in FNCCI building in Kathmandu which was initiated by HVAP. During the interaction program the representatives from the different projects: HVAP, KUBK, HIMALI, RISMFP and OVOP, in which the AEC is working as an implementation partner. In this event, the project has shared the following tools and best practices to the participants:

PART TWO: SUPPORT TO VALUE CHAIN DEVELOPMENT

### SUB-COMPONENT 1: FUND AND FACILITIES

**Output 1: 48 Sub-projects Implemented during the Reporting Period**

The project has supported 48 co-investment sub-projects during the reporting period through the different funds: value chain fund, sector development fund and inclusion fund. The project invested NRs 39 million to 48 sub-projects as co-investment during the reporting period. The 2 sub-projects are to strengthen for sector growth and 32 sub-projects are for production of high value commodities: apple, vegetable seed, off-season vegetable, timur, turmeric and goat. The project has been strengthening service market by investing 13 co-investments to local private service providers during the reporting period. The project also provided a co-investment support for demonstration of Cocoon bags for storing timur. The detail no. of sub-projects, supported during the reporting period is given in Table 8 and detail name list of grantees is given in Annex B.

The project has supported 420 co-investments till the reporting period through different project funds (value chain fund, sector development fund and inclusion fund). Of the total 420, the maximum was 113 (27%) in two value chain each i.e. OSV and goat and minimum 18 (4%) in vegetable seeds value chain. The project has so far invested NRs. 369 million as co-investments of which highest in the OSV value chain (26 %), followed by goat value chain (25%) and the least in timur value chains (6%). The detail is given in Table 9.

Comparing districts in terms of number of co-investments, the maximum of 122 (29%) are in Surkhet district, where the minimum of 21 (5%) are in Achham district. Similarly, NRs 115 million or 31% out of NRs. 369 million was invested in Surkhet district; where only 3% in Achham district. Since all three corridors start from Surkhet district, a higher number of co-investments are expected in Surkhet district. As the two corridors: Chhinchu-Jajarkot and Surkhet-Jumla road corridors touch only a few area of Salyan and Achham district respectively, lower number of co-investments are consequently expected in these districts. However, both districts have good potential for OSV, ginger, turmeric, goat and timur value chains, the project is going to support more co-investments in Achham and Salyan district during the rest period of the current fiscal year. The detail number of district-wise co-investments made till the reporting period is given in Table 10.

The grantees have invested NRs. 28 million as co-investment during the two trimester of the current fiscal year 2015/16, which is 28 percent of the total fund of NRs 99 million. Till the reporting period, the grantees invested NRs. 202 million as co-investment which is 35 percent of the total fund of NRs. 571 million. The detail is given in Table 11.

**Table 8: No. of sub-projects and grant (NRs. Million) by Value chain and Funds during the reporting period**

|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| Value Chain | VCFW1 | | SP | | VCFW2 | | PIF | | SDF | | AR | | SIF | | Total | | | |
| No. of Sub-projects | HVAP Grant | No. of Sub-projects | HVAP Grant | No. of Sub-projects | HVAP Grant | No. of Sub-projects | HVAP Grant | No. of Sub-projects | HVAP Grant | No. of Sub-projects | HVAP Grant | No. of Sub-projects | HVAP Grant | No. of Sub-projects | HVAP Grant NRs. Million | Sub-project Percent | Grant Percent |
| Apple |  |  | 2 | 0.1 | 1 | 0.3 |  |  |  |  |  |  |  |  | 3 | 0.4 | 6 | 1 |
| Ginger |  |  |  |  | 2 | 2.4 |  |  |  |  |  |  |  |  | 2 | 2.4 | 4 | 6 |
| Goat |  |  | 9 | 0.4 | 6 | 9.2 |  |  | 2 | 3.7 |  |  |  |  | 17 | 13.3 | 35 | 34 |
| OSV |  |  | 2 | 0.1 | 14 | 14.1 |  |  |  |  |  |  |  |  | 16 | 14.2 | 33 | 37 |
| Timur |  |  |  |  | 3 | 1.9 |  |  |  |  | 1 | 0.5 |  |  | 4 | 2.4 | 8 | 6 |
| Turmeric |  |  |  |  | 4 | 3.8 |  |  |  |  |  |  |  |  | 4 | 3.8 | 8 | 10 |
| Veg Seed |  |  |  |  | 2 | 2.4 |  |  |  |  |  |  |  |  | 2 | 2.4 | 4 | 6 |
| Total |  |  | 13 | 0.6 | 32 | 34.0 |  |  | 2 | 3.7 | 1 | 0.50 |  |  | 48 | 39 | 100 | 100 |
| Percent |  |  | 27.1 | 2 | 67 | 88 |  |  | 4.2 | 10 | 2.1 | 1.3 |  |  | 100 | 100 |  |  |

**Table 9: No. of sub-projects and grant (NRs. Million) by Value chain and Funds till the reporting period**

|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| Value Chain | VCF W1 | | SP | | VCFW2 | | PIF | | SDF | | AR | | SIF | | Total | | | |
| No. of Sub-projects | HVAP Grant | No. of Sub-projects | HVAP Grant | No. of Sub-projects | HVAP Grant | No. of Sub-projects | HVAP Grant | No. of Sub-projects | HVAP Grant | No. of Sub-projects | HVAP Grant | No. of Sub-projects | HVAP Grant | No. of Sub-projects | HVAP Grant NRs. Million | Sub-project Percent | Grant Percent |
| Apple | 2 | 15 | 13 | 0.5 | 53 | 61 | 10 | 2.3 | 1 | 2.0 | 0 | 0.0 | 1 | 0.5 | 80 | 82 | 19 | 22 |
| Ginger | 1 | 8 | 0 | 0.0 | 27 | 20 | 0 | 0.0 | 0 | 0.0 | 1 | 0.2 | 0 | 0.0 | 29 | 29 | 7 | 8 |
| Goat | 1 | 1 | 10 | 0.5 | 58 | 71 | 38 | 10.2 | 2 | 3.7 | 4 | 1.1 | 0 | 0.0 | 113 | 87 | 27 | 24 |
| OSV | 5 | 8 | 2 | 0.1 | 75 | 75 | 26 | 7.1 | 1 | 1.9 | 3 | 1.4 | 1 | 0.6 | 113 | 95 | 27 | 26 |
| Timur | 0 | 0 | 0 | 0.0 | 18 | 20 | 6 | 1.0 | 1 | 1.7 | 1 | 0.5 | 0 | 0.0 | 26 | 23 | 6 | 6 |
| Turmeric | 1 | 4 | 0 | 0.0 | 24 | 22 | 16 | 3.3 | 0 | 0.0 | 0 | 0.0 | 0 | 0.0 | 41 | 29 | 10 | 8 |
| Veg Seed | 1 | 9 | 0 | 0.0 | 14 | 14 | 0 | 0.0 | 0 | 0.0 | 3 | 1.0 | 0 | 0.0 | 18 | 24 | 4 | 7 |
| Total | 11 | 45.8 | 25 | 1.1 | 269 | 283.8 | 96.0 | 23.8 | 5 | 9.3 | 12 | 4.17 | 2 | 1.1 | 420 | 369 | 100 | 100 |
| Percent | 3 | 12 | 6.0 | 0.3 | 64 | 77 | 23 | 6 | 1.2 | 3 | 3 | 1 | 0.5 | 0.3 | 100 | 100 |  |  |

**Table 10: No. of sub-projects and grant (NRs. Million) by Value Chain, Fund and District till the reporting period**

|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| District | VCFW1 | | SP | | VCF W2 | | PIF | | SDF | | AR | | SIF | | Total | | | |
| No. of Sub-projects | HVAP Grant | No. of Sub-projects | HVAP Grant | No. of Sub-projects | HVAP Grant | No. of Sub-projects | HVAP Grant | No. of Sub-projects | HVAP Grant | No. of Sub-projects | HVAP Grant | No. of Sub-projects | HVAP Grant | No. of Sub-projects | HVAP Grant NRs. Million | Sub-project Percent | Grant Percent |
| Achham | 0 | 0 | 1 | 0.1 | 13 | 12 | 7 | 1.2 | 0 | 0 | 0 | 0 | 0.0 | 0.0 | 21 | 13 | 5 | 4 |
| Dailekh | 1 | 1 | 3 | 0.2 | 41 | 46 | 8 | 2.1 | 0 | 0 | 0 | 0 | 0.0 | 0.0 | 53 | 49 | 13 | 14 |
| Jajarkot | 0 | 0 | 0 | 0.0 | 37 | 40 | 24 | 5.5 | 0 | 0 | 0 | 0 | 0.0 | 0.0 | 61 | 45 | 15 | 12 |
| Jumla | 2 | 15 | 9 | 0.4 | 41 | 44 | 6 | 1.4 | 1 | 2 | 2 | 1 | 0.0 | 0.0 | 61 | 63 | 15 | 17 |
| Kalikot | 1 | 1 | 5 | 0.2 | 44 | 55 | 16 | 4.0 | 0 | 0 | 0 | 0 | 1.0 | 0.5 | 67 | 60 | 16 | 16 |
| Salyan | 0 | 0 | 0 | 0.0 | 23 | 20 | 12 | 2.7 | 0 | 0 | 0 | 0 | 0.0 | 0.0 | 35 | 23 | 8 | 6 |
| Surkhet | 7 | 29 | 7 | 0.3 | 70 | 68 | 23 | 7.0 | 4 | 7 | 10 | 4 | 1.0 | 0.6 | 122 | 115 | 29 | 31 |
| Total | 11 | 45.8 | 25 | 1.1 | 269 | 283.9 | 96 | 23.8 | 5 | 9.3 | 12 | 4.03 | 2 | 1.1 | 420 | 369 | 100 | 100 |
| Percent | 3 | 12 | 6 | 0.29 | 64 | 77 | 23 | 6 | 1.2 | 3 | 3 | 1 | 0.5 | 0.3 | 100 | 100 |  |  |

**Table 11: Amount of Co-investment (NRs. Million) by financiers and funds in current FY and Cumulative**

|  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  | During the Current Fiscal Year (2015/16) | | | | | Cumulative (till 2nd Trimester of CFY 2015/16) | | | | |
| Co-investment Amount (NRs. Millions) | | | Co-investment Percent | | Co-investment Amount (NRs. Millions) | | | Co-investment Percent | |
| HVAP | Grantee | Total | HVAP | Grantee | HVAP | Grantee | Total | HVAP | Grantee |
| VCF W1 | 3.0 | 6.0 | 9.0 | 33 | 67 | 45.8 | 63 | 109 | 42 | 58 |
| VCF W2 | 62.5 | 21.0 | 83.4 | 75 | 25 | 283.8 | 134 | 418 | 68 | 32 |
| PIF/PPF | 0.0 | 0.0 | 0.0 |  |  | 24.0 | 0 | 24 | 100 | 0 |
| SP | 1.0 | 1.0 | 2.0 | 49 | 51 | 1.1 | 1 | 2 | 50 | 50 |
| AR | 0.5 |  | 0.5 | 100 | 0 | 3.7 | 1 | 4 | 84 | 16 |
| SDF | 4.1 | 0.1 | 4.2 | 98 | 2 | 9.7 | 3 | 13 | 76 | 24 |
| SIF |  |  | 0.0 |  |  | 1.1 | 0 | 1 | 85 | 15 |
| Total | 71.1 | 28.1 | 99.1 | 72 | 28 | 369 | 202 | 571 | 65 | 35 |

Note: VCF W1=Value Chain Fund Window 1; VCF W2=Value Chain Fund Window 2; SDF=Sector Development Fund; SIF=Spatial Inclusion Fund

**Figure 7: Distribution of sub-projects (cumulative) by value chains Figure 8: Distribution of grant (percent) by value chain (cumulative)**

**Figure 9: Distribution of sub-projects (cumulative) by districts Figure 10: Distribution of grant by district (cumulative)**

**Figure 11: Cost Sharing by financiers in VCF W1 Figure 12: Cost Sharing by financiers in VCF W2**

**Figure 13: Cost sharing by financiers in project funds**

**Output 2: NRs. 43 million disbursed to Grantees**

NRs. 43 million was disbursed to grantees (agribusinesses and producer organizations during the reporting period in all seven value chains. Till this reporting period, the total disbursed amount has reached to NRs. 201 million which was 54% of the total committed matching grant of NRs. 369 million. The highest disbursement was in timur value chain (67%) and followed by turmeric value chain (64%) against the grant committed, whereas the lowest in ginger value chain (48%) till the reporting period. The details of the disbursed amounts by value chains are provided in Table 12.

**Table No. 12: Grant Vs Disbursement by value chains during the reporting period and cumulative**

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  | Total HVAP Grant till 13 March 2016 | Disbursed Till Last Year | Disbursed in First Trimester of FY 2015/16 | Disbursed in Second Trimester of FY 2015/16 | Total Disbursed till 13 March 2016 | Disbursed Percent |
| Apple | 82 | 22 | 5 | 12 | 40 | 49 |
| Ginger | 29 | 11 | 0 | 3 | 14 | 48 |
| Goat | 88 | 37 | 1 | 12 | 50 | 57 |
| OSV | 94 | 39 | 2 | 8 | 49 | 52 |
| Timur | 23 | 13 | 0 | 3 | 16 | 67 |
| Turmeric | 29 | 15 | 1 | 2 | 19 | 64 |
| Veg. Seed | 24 | 10 | 1 | 2 | 14 | 56 |
| Total | 369 | 147 | 10 | 43 | 201 | 54 |

**Figure 14: Grant Vs Disbursed amount and percent by value chains.**

### 1.1: VALUE CHAIN FUND

**Output 1: 32 co-investments made during the reporting period.**

Thirty two co-investments in business plans under value chain fund (VCF) W2 (32 producer organizations) were made during the reporting period. Till the reporting period, the project co-invested in 280 business plans under VCF W1 (11) and W2 (269). The main investments were made in production inputs, productive infrastructures, marketing structures, harvesting tools, irrigation schemes, storages, processing machineries and packaging materials. The level of project co-investments was determined by the innovativeness of the intervention, the scaling potential, the public good nature and the potential for triggering other investments. The project has started to decrease the co-investment supports from the project over the contract period to stimulate further private investments and ensure sustainability. On top of this, services required for the implementation of the interventions were included in the business plans and considered in the same way for co-investments.

The project co-invested NRs 34 million in VCF business plans as matching grant during the reporting period. Till the reporting period, the project has invested NRs 239.6 million in both types of co-investments (VCF W1 and W2). The project provided the highest amount of co-investments i.e. NRs. 83 million in OSV value chain and the lowest i.e. NRs. 20 million in Timur. The details of the co-investment by value chain and fund window is given in Table 8 and 9.

A registered company from a group of agribusinesses has submitted the proposal for co-investment support in cold store during the reporting period. An agribusiness interaction was held to discuss on modality of investment, size and model of cold store, operating mechanisms, management etc. The project is working out to invest as a co-investment through VCF W1 to construct a cold store with a capacity of 2500 Metric Tons during the current fiscal year 2015/16.

### 1.2: SECTOR DEVELOPMENT FUND (SDF)

The project facilitated to attract the public sector to invest under this fund as co-investment for sector development in different value chains. Market development, collection centre, cold store, certification, action research, demonstration are the main activities supported under this fund. As per the recommendation of the Supervision Mission and the direction of the Project Steering Committee, the project is going to support more to complete the market infrastructures of Bulbule Regional Agriculture Market Centre, Surkhet following its master plan. The new construction work will be initiated during the current FY 2015/16.

**Output 1: 2 infrastructures developed/renovated through SDF:**

The animal disease diagnostic lab and related infrastructures of the Regional Animal Disease Diagnostic Lab at Birendranagar, Surkhet are renovated through the SDF, for effective goat disease diagnostic services in the project area. Similarly, for better market linkage of the live goat from pocket areas to the distant market, a Goat Collection Center at Kunathari, Surkhet has also been renovated and equipped through the SDF. These infrastructures are public goods, have been upgraded to create better enabling environment in the goat value chain in particular.

**Output 2: 2 Action research and demonstrations carried out**

An agreement has been done for demonstration of Cocoon Bags in Surkhet district for storing timur during the reporting period, and the demonstration of Cocoon Bag is under process. The Cocoon bags which has one ton capacity, were installed in the premises of Majkharkha Cooperative, Botechaur, Sahare VDC Surkhet with the take care responsibility of Mr. Gita Ram Thapa, a Trader and president of Majkharkha Cooperative. The cocoon bags were purchased from Mero Agro Pvt. Ltd, Baneshwor, Kathmandu for which the project has made agreement with Sheetal Agrovet Trading Center (SATC), Surkhet.

All the parameters: moisture content, weight, oil content were taken before store. Around of 614.9 kg of Timur was stored in Cocoon and sealed thoroughly through inbuilt plastic zip-block. A total of 300 gm of Timur sample were drawn for essential oil content and sample were sent to Public Laboratory Consultancy and Services, Lalitpur for analysis. After three months same process will be repeated to analyze the essential oil and moisture content of the stored Timur sample. The essential oil and moisture content will determine the efficiency of the Cocoon for Timur storage. It is hypothesized that if the essential oil content and moisture percentage did not vary significantly compared with the initial record then the performance of Cocoon will be regarded as the best for storing the Timur in field condition.

Figure 1: Timur farmers storing timur in cocoon bags

The action research on e Agriculture is going on. The local version of e Agro suite has been installed in LRPs' computers and trained them on it. The e agriculture technology is being shared in various MSPs and different forum of farmers. The project is exploring the feasibility of replication of such services in the other project area particularly in Off-season vegetable value chain in coming crop cycle. The project is also trying to institutionalize the e Agriculture technology in the government institutions by organizing sharing workshop and disseminating its best learning from the piloting.

### 1.3: INCLUSION FUND

There are two funds under the Inclusion Fund, (i) poverty inclusion fund (PIF) and (ii) spatial inclusion fund (SIF). There are no co-investments made in these two funds in the reporting period. However there are 96 investment supports through PIF/PPF, and 2 investment supports through the SIF, till the reporting period.

Output 1: 479 farmers trained in different technical trainings during the reporting period

479 farmers were trained in post-production, processing and marketing during the reporting period by organizing 16 training events. 58% and 32% of the participants were from women and Daltis & Janajatis respectively. The total trained farmers in these trainings reached to 3,312 where 52% and 32% of the participants were from women and Dalits & Janajatis respectively. Likewise 1,576 farmers were trained in crop production and 733 in livestock production during the reporting period. The detail is given in table 13 and 14.

During the training the participants gained the following knowledge:

* Knowledge on the general principles and practices of sustainable harvesting: the technique of identifying the maturity of Timur sustainable harvesting measures and post-harvesting technology of Timur. Additional skills in grading cum sorting, packaging, storage and other post-harvest handling practices. Marketing knowledge in labeling before trading, and the significance of samples for trading purpose.
* Well acquainted with post-harvest management of ginger and turmeric crops. Exposure to recent practices, techniques and innovations in post- harvest management of ginger and turmeric. The service providers/lead farmers gained the knowledge to make low cost seed storage of ginger and turmeric.

Figure 2: Farmers learning knowledge of vegetable production in Kalikot

* Enhanced apple orchard soil management practices, pruning of apple trees, disease and pest management practices. The nursery growers, lead farmers, service providers, agro-vets owners were developed their capacity on business plan development, marketing, community mobilization etc during the post harvest and management training.
* The training enhanced the knowledge of goat farmers on fodders management, disease management and shed management likewise the VAHWs refreshed their knowledge to provide the service in their communities. The VAHWs also gained the knowledge on about fee based service and scaling up of their enterprises.
* The off-seasonal vegetable growing farmers gained the following knowledge during farm based theoretical and practical training;
* Visualized to adopt technologies such as seasonal technique of vegetable nursery raising and bed solarisation, nutrition of vegetables, growing vegetables under plastic house/tunnel, knowing the technological packages of off-season vegetable production of Cole crops (cauliflower, cabbage), Cucurbits (bitter gourd, squash, cucumber, bottle gourd), Solanaceous (tomato, chilli and brinjal), leguminous (pea, bean and cowpea) and broad leaf mustard vegetables, Identify and manage the major insect pests and diseases of vegetable crops.
* Farmers are self-encouraged and motivated to participate on such HVAP field levels training program to learn more about on problem based situation.
* Farmers knew the age of seedling to be planted, depth of planting, crop geometry, Irrigation, Mulching, Mannering time and the information on source of manure for good yield of Vegetables is the major learning of farmers from this practical base training.
* The skill of participants on soil, nutrition and water management and plant protection aspects enhanced.
* Farmers also gained the knowledge on about cost benefit analyses of vegetable farming and comparative benefits of cereal corps and vegetable crops.
* Lead farmers/service providers were fostered their capacity on technologies: tunnel house, plastic mulching, drip irrigation etc. The service providers/lead farmers also knew on about post harvest handling practices, disease control, marketing strategy etc.

Due to the increased knowledge, the farmers started the following practices in their enterprises:

* Apple VC: increased no. of plants, managed the orchard (pruning, using Bordeaux paste, irrigation, fertilization), sustainable harvesting and grading for good price, product diversified (dry slices, juice, jam etc);
* Goat VC: increased the no. of fodder plants, breed managed, improved in goat shed, practiced goat culling, used weighing machine etc.

Figure 3: A farmer harvesting vegetable in Dailekh

* Ginger VC: practiced organic farming, replaced the traditional practices in farming, built low cost storage at farm house for quality seed management, linked with agribusiness for sustainable marketing, agribusiness partnership increased in production too etc.
* OSV VC: increased the tunnel house for scaling up in off-season vegetable production, increased collective marketing, used good post harvest practices, linked with agribusiness for sustainable marketing, increased in production of market led vegetables, improved the relation with agribusiness etc.
* Timur: used the tools for good harvesting, managed the plants (pruning, irrigation, fertilization etc.) for quality production, timely harvesting, grading practices applied for good price, improved the relation with agribusiness etc.
* Turmeric VC: practiced organic farming, replaced the traditional practices in farming, built low cost storage at farm house for quality seed management, linked with agribusiness for sustainable marketing etc.

Table 13: Technical training conducted during the reporting period

|  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **Training Heads** | **No. of Trainings** | **DF** | **DT** | **JF** | **JT** | **OCF** | **OCT** | **TF** | **GT** |
| Crop Production | 10 | 27 | 45 | 24 | 30 | 121 | 224 | 172 | 299 |
| Livestock Production | 2 | 4 | 6 | 8 | 15 | 22 | 39 | 34 | 60 |
| Post Harvest Handling | 4 | 12 | 18 | 7 | 12 | 52 | 90 | 71 | 120 |
| Technology Use | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total | 16 | 43 | 69 | 39 | 57 | 195 | 353 | 277 | 479 |
| Percent |  |  | 14 |  | 12 |  | 74 | 58 |  |

Table 14: Technical training conducted till the reporting period

|  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **Training Heads** | **No. of Trainings** | **DF** | **DT** | **JF** | **JT** | **OCF** | **OCT** | **TF** | **GT** |
| Crop Production | 54 | 97 | 165 | 88 | 130 | 678 | 1281 | 863 | 1576 |
| Livestock Production | 28 | 132 | 170 | 54 | 84 | 240 | 479 | 426 | 733 |
| Post Harvest Handling | 30 | 61 | 122 | 83 | 166 | 268 | 581 | 412 | 869 |
| Technology Use | 7 | 3 | 12 | 16 | 41 | 14 | 81 | 33 | 134 |
| Total | 119 | 293 | 469 | 241 | 421 | 1200 | 2422 | 1734 | 3312 |
| Percent |  |  | 14 |  | 13 |  | 73 | 52 |  |

### SUB-COMPONENT 2: GROUP FORMATION AND STRENGTHENING

**Output 1: 31 groups and Cooperatives Strengthen**

25 groups and 6 cooperatives were strengthened by the project during the reporting period. Till the reporting period, the project strengthened 359 groups and cooperatives of which 244 are groups and 115 cooperatives. The project has built the institutional practices in all groups and cooperatives to implement the investments activities in production and marketing.

The total number of members of the 359 groups and cooperatives are 12,747 with 62 percent women. Likewise, 18 percent and 13 percent of the members are from the *Dalit* and *Janajati* castes respectively. The no. of the groups/cooperatives and their membership is given in Table 15.

**Table No. 15: No. of groups/cooperatives and members supported by the project during the reporting period and cumulative**

|  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  | Achieved Till Last year | Achieved during the First Trimester of FY 2015/16 | Achieved during the Second Trimester of FY 2015/16 | Achieved during the FY 2015/16 | Total Project | | | Percent |
| **Target** | **Achieved** | **Achieved Percent** |
| No. of Groups | 199 | 20 | 25 | 45 | 270 | 244 | 90 |  |
| No. of Cooperatives | 105 | 4 | 6 | 10 | 230 | 115 | 50 |  |
| Total GOs and COs | 304 | 24 | 31 | 55 | 500 | 359 | 72 |  |
| Female Members | 6949 | 425 | 579 | 1004 | 8100 | 7953 | 98 | 62 |
| Male Members | 4192 | 258 | 344 | 602 | 5400 | 4794 | 89 | 38 |
| Total Members | 11141 | 683 | 923 | 1606 | 13500 | 12747 | 94 | 100 |
| Dalit Members | 2022 | 68 | 173 | 241 | 1688 | 2263 | 134 | 18 |
| Janjati Members | 1537 | 63 | 116 | 179 | 1688 | 1716 | 102 | 13 |
| Other Caste Members | 7582 | 552 | 634 | 1186 | 10124 | 8768 | 87 | 69 |
| Total Members | 11141 | 683 | 923 | 1606 | 13500 | 12747 | 94 |  |

Output 2: 1988 People trained during the reporting period

1,988 farmers were trained in Business Literacy Class (BLC), Gender and Social Inclusion (GESI), and Social Mobilization (SM) during the reporting period by organizing 87 training events. 78% and 34% of the participants were from women and Daltis & Janajatis respectively. The total trained farmers in these trainings reached to 17,312 where 46% and 35% of the participants were from women and Daltis & Janajatis respectively. The detailed number of participants in these trainings by gender and caste/ethnicity is given in Table 16 and 17.

Figure 4: Group/cooperative members practicing filling of farmer's diary in the data management training

During the training the participants gained the following knowledge:

* Importance of gender in different level of value chains and participation of women, disadvantaged group and poor household as a value chain actors was felt;
* Knowledge gained on about women workload in enterprise and its negative effects in different level of value chains;
* Knowledge built on record keeping, cost calculation, cost benefit analyze of enterprise;
* Skilled in marketing, linkage with service providers, linkage with value chain actors etc;
* Knowledge gained on self-assessment of institutional capacity of the groups/cooperatives;
* Ideas explored on joint effort for establishment of value chain at group/cooperative level;
* Ideas gained for shifting to commercial farming from traditional farming etc.

Due to the increased knowledge, the members started the following practices in their group/cooperative and enterprise:

* Work division practice was applied in household enterprise;
* Farmers’ diary and group/cooperative registers maintained and started to analyse the data for planning;
* Bulk marketing system (buying and selling) practiced;
* Self-assessment of the groups/cooperatives on institutional capacity carried out and developed strategy for betterment wherever needed;
* Linked with value chain actors and value chain was established;
* Relationship between producer organizations and agribusiness was improved;
* Inclusion of poor and disadvantaged groups increased;
* Eye opened through the business literacy class and moving into commercial farming;

Table 16: BLC, GESI and Social Mobilization training conducted during the reporting period

|  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **Training Head** | **No. of Trainings** | **DF** | **DT** | **JF** | **JT** | **OCF** | **OCT** | **TF** | **GT** |
| Business Literacy Class (BLC) | 38 | 137 | 164 | 144 | 201 | 512 | 713 | 793 | 1078 |
| Gender and Social Inclusion (GESI) | 13 | 21 | 33 | 19 | 38 | 135 | 263 | 175 | 334 |
| Social Mobilization | 36 | 150 | 152 | 78 | 78 | 345 | 346 | 573 | 576 |
| Total | 87 | 308 | 349 | 241 | 317 | 992 | 1322 | 1541 | 1988 |
| Percent |  |  | 18 |  | 16 |  | 66 | 78 |  |

Table 17: BLC, GESI and Social Mobilization training conducted till the reporting period

|  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **Training Head** | **No. of Trainings** | **DF** | **DT** | **JF** | **JT** | **OCF** | **OCT** | **TF** | **GT** |
| Business Literacy Class (BLC) | 115 | 479 | 519 | 419 | 477 | 1819 | 2069 | 2717 | 3065 |
| Gender and Social Inclusion (GESI) | 144 | 555 | 751 | 364 | 592 | 1609 | 2668 | 2528 | 4011 |
| Social Mobilization | 356 | 1299 | 1975 | 860 | 1416 | 4186 | 6845 | 6345 | 10236 |
| Total | 528 | 2333 | 3245 | 1643 | 2485 | 7614 | 11582 | 11590 | 17312 |
| Percent |  |  | 19 |  | 14 |  | 67 | 67 |  |

**Note:** DF=Dalit Female; DT=Dalit Total; JF=Janajati Female; JT: Janajati Total; OCF=Other Caste Female; OCT=Other Caste Total; TF=Total Female; GT= Grand Total

Output 3: 34 Groups/cooperatives made contract with Agribusiness

34 groups and cooperatives had made contracts with agribusinesses for market linkages in OSV, ginger and turmeric value chains during the reporting period. 874 MT volumes of agriculture products and herbal products in 3 value chains was agreed and contracted during the reporting period with the value of NRs 29 million. The details are given in Table 18.

Table 18: List of contracts made among Producers’ Organizations (POs) and Agribusinesses with business volume

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| Value Chain | Contract proponents | Contract Volume (MT) | Estimated Value (NR million) | Remarks |
| Ginger | Organic Mountain Flavor (OMF): 13 Groups / Coops of Surkhet and Salyan | 200 MT | 13 | Price @ 30 -35/kg |
| OSV (Vegetables) | Devkota / Puja / Babu & Shahi and Himali Suppliers : 4 collection centres of Pokharikanda, Lakharpata, Sakha, Baddichaur involving 5 POs, Surkhet | 240 MT | 13.2 | Price @ 25-30/kg |
| Devkota Mandis + via. Local Traders (Keshav-Salyan; Deepak- Jajarkot): 3 Groups of Salyan + 3 Groups of Jajarkot + 1 Group of Surkhet | 50 MT | 2 | Price @ 15-25/kg |
| Acharaya Tarkari Pasal, Kalikot: 5 Groups/Coops of Manma, Kalikot | 5 MT | 0.5 | Price @ 40-50 /kg |
| Babu & Shahi Mandis : 2 Groups/Cooperatives of Rakam belt, Dailekh | 4 MT | 0.16 | Price @ 20-25/kg |
| Turmeric  (Gitti) | Bhattarai Masala Company. : 2 Coops of Vidyapur & Babaiyachaur (Surkhet) | 9.5 MT | 1.045 | Avg. Price @ 110/kg |
|  | **Total Value (NRs in million)** | **508.5** | **29.905** |  |

### SUB-COMPONENT 3: GENDER AND SOCIAL INCLUSION

**Output 1: 91 percent poor HHs participated in the project**

The project has ranked the beneficiary households in four poverty levels: extreme poor, moderately poor, near poor and non-poor based on well-being ranking (based on land, food security, production, income etc.) in 7 value chains during the reporting period. 91 percent households out of 12,747 households have been ranked as poor households. The project has applied the well-being ranking tool as a quick assessment tool to identify the poor households in the communities. The details are provided in Table 19.

**Table No. 19: Poverty ranking of beneficiary households (percent) by value chains**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| Poverty Ranking of Beneficiary Households (percent) by Value Chain | | | | |
|  | A | B | C | D |
| Apple | 24 | 53 | 22 | 2 |
| Ginger | 23 | 43 | 22 | 12 |
| Goat | 24 | 40 | 26 | 10 |
| OSV | 26 | 36 | 24 | 14 |
| Timur | 33 | 56 | 8 | 3 |
| Turmeric | 20 | 40 | 27 | 13 |
| Veg Seed | 30 | 48 | 9 | 13 |
| Total | 26 | 44 | 21 | 9 |

1. Extreme poor (landless, less than one dollar per day income, less than 3 months food security period),
2. Moderately poor (few land, no regular income, less than one dollar per day income, less than 6 months food security period)
3. Near poor (less than 10 ropanies land, more than one dollar income per day, more than 6 months and less than 12 months food security period)
4. Non- Poor (more than 10 ropanies land, more than one dollar income per day, 12 months food security period, regular income)

**Figure 15: Distribution of households by VC with poverty ranking**

# COMPONENT 2: SERVICE MARKET STRENGTHENING

## SUB-COMPONENT 2.1: MOBILIZATION AND CAPACITY BUILDING OF SERVICE PROVIDERS

This sub-component helps to strengthen the private and public service providers to provide necessary services to the value chain actors. The following activities have been accomplished during the reporting period.

A: Capacity Building of District Level Line Agencies and Mobilization

Though there was target of capacity building program in this trimester, such training/exposure could not be accomplished as the GoN/MoF did not provide No Objection to conduct such training/exposure in foreign countries. Due to problems of fuel crisis, the local level training/exposure also could not be implemented.

B: Capacity Building of District Chamber of Commerce and Industries (DCCIs) and Mobilization

**Output 1: 3 Strategic plans developed in DCCIs**

The interaction programs were conducted in three project districts: Jumla, Kalikot and Dailekh for consultation to develop strategic plans of DCCIs. During the orientation, the output of the previous year plans and further improvements as well as future interventions were also discussed. Based on this, new strategic plans of three years of each DCCI were prepared by these three districts. During the orientation, 124 people were participated where 13 and 6 participants were women and dalit & janajatis respectively.

**Output 2: 11 People Trained on AMIS Upgrading**

A two days training was conducted by AEC-FNCCI/HVAP at Birendranagar, Surkhet to orient on upgrade Agriculture Market Information System (AMIS). The aims of the training were to make the familiar with technology and data collection methods, and planning for effective dissemination of MIS. During the training, the AEC oriented to DCCI participants on about the online AMIS software packages. 11 data collectors from all 7 DCCIs participated in the training with 2 women participants.

Output 3: AMIS regional hub established

Birendranagar is a regional market centre of the mid-western development region and being a market hub in this region. In this connection, the CCI Surkhet can play a coordinating role to other DCCIs (Salyan, Jajarkot, Dolpa, Dailekh, Kalikot, Jumla and Mugu) and agribusinesses. So, a hub for collection and dissemination of Agriculture Market Information was established and is being operated in Surkhet CCI as a separate entity. The project has supported laptop, internet, telephone, human resource (one), software package and other needy materials to CCI Surkhet to establish information hub. The private service providers who are affiliated with HVAP are also connected with this information hub.

Output 4: One Agribusiness Opportunity Workshop (district level) organized

One agribusiness opportunity workshop was organized in Manama, Kalikot District. During the workshop the participants discussed on about the district level agribusiness, collection center at Manma, Kalikot, linkage between producers’ organizations and agribusinesses, EOIs of agribusinesses etc. Altogether, 43 participants from different groups/cooperatives, line agencies, agribusinesses, service providers, members of CCI Kalikot participated in the workshop.

Output 5: Sharing material published

The project has published the sharing materials: 5000 copies of A3 size pamphlets (code words of market and products) and 5000 copies of pocket size pamphlets (SMS process) during the second trimester of the current fiscal year 2015/16. The sharing materials were also distributed to the stakeholders, which have helped to understand the collection and dissemination process of the market price information.

C: Capacity Building of Private Service Providers and Mobilization

Output 1: 193 Private Service Providers Mobilized

A total of 193 private service providers strengthened/developed and mobilized in HVAP area to provide the services to the farmers at community level till the reporting period. Out of 193, 25 private service providers were received the grant amount of NRs. 1.1 million from HVAP. The grant recipient service providers have been operating their businesses by opening service centre/office at the community level. The service providers who are not receiving the project’s grant, they are also providing the services to the farmers. The highest number of the service providers (65) were mobilized in ginger value chain followed by goat value chain (61). There is no any service providers so far developed in timur and vegetable seed value chains. The detail no. of service providers is given in Table 20.

Table 20: No. of private service providers strengthened/developed and mobilized till the reporting period

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| S.N. | Value chains/BDS | No. of Service Providers | | | Percent |
| Without HVAP Grant | With HVAP Grant | Total |
| 1 | Apple | 30 | 11 | 41 | 16 |
| 2 | Ginger | 65 | 0 | 65 | 34 |
| 3 | Goat | 51 | 10 | 61 | 26 |
| 4 | OSV | 22 | 1 | 23 | 11 |
| 5 | Timur | 0 | 0 | 0 | 0 |
| 6 | Turmeric | 22 |  | 22 | 11 |
| 7 | Veg Seed | 0 | 0 | 0 | 0 |
| 8 | Business Development Service (BDS) | 3 | 3 | 6 | 2 |
|  | Total | 193 | 25 | 218 |  |

## SUB-COMPONENT 2.2: PARTNERSHIP AND FINANCIAL SERVICES

This sub-component strengthens the value chain actors for sustainable business. Some of the financial institutions participated in the Multi-Stakeholders Platforms (MSPs) of different value chains and the project facilitated to establish linkages between the producer organisations and financial institutions to increase the access in financial products for scaling up of the value chain commodities. The following activities were accomplished during the reporting period:

**Output 1: One Interaction workshop organized**

One interaction workshop was organized in Sallibazar, Salyan to orient on the value chain finance and insurance to the project supported groups and cooperatives during the second trimester period. A total of 32 participants from different groups and cooperatives, officials and insurance companies participated in the workshop. During the workshop, the participants discussed on the importance of value chain finance, finance products and its procedures regarding the . livestock and crop insurance. The representatives from financial institution (ADBL) and insurance company (NLG Insurance) presented the papers and oriented to group/cooperative members regarding policy and procedures

**COMPONENT 3: PROJECT MANAGEMENT (Including Monitoring & Evaluation and Knowledge Management):**

The project has two Monitoring and Evaluation guidelines: one for overall project M&E and another for participatory monitoring and evaluation (institutional capacity self-assessment of the group/cooperative) of the participating groups and cooperatives. These guidelines are expected to increase the understanding and improving the M&E system in the project.

**Output 1: One PSC and One PCCG meetings held**

The project organized one Project Consultative and Coordination Group (PCCG) meeting and one Project Steering Committee (PSC) meeting during the reporting period. The meetings have given guidance and strategic directions for smooth implementation of the project.

The following major decisions were made during the PSC and PCCG meetings:

* The PSC and PCCG recommended to IFAD for no cost extension of the HVAP at least one year;
* The PSC guided to project to increase the production of high value commodities as per market demand;
* The current average income of NRs. 18,000 is low against the total target so the project has to work more to implement the sub-projects planned in rest of the project period;
* The PSC directed the project management to put proposal for amendment of Financing Agreement so as to implement the foreign training/exposure through the grant portion.

**Output 2: 7 Review and Orientation Workshops Organized**

7 review and orientation workshops were organized at district level, once in a district during the reporting period. The project shared its progress status among the district level stakeholders. The participating groups and cooperatives also shared the status of the sub-project investments and their implementation problems during the workshops. The representatives of the groups/cooperatives also made their coming season/year’s plans. The following common understandings have been developed during the review workshops:

* The groups/cooperatives have to increase the production volume to meet the market demand (agribusiness);
* The groups/cooperatives have to use the service providers, which have been developed by the project, during their crop season on fee basis. In this regard, the service providers will also develop a model business plan by discussing with group/cooperative members;
* The Producers’ Organizations (POs) have to establish the linkage with service providers (private and public) and agribusiness for sustainability of the value chain;
* The capacity of the service centres (government) also needs to develop to increase the technical access of the farmers;

**Output 3: Project Information Dissemination Continued**

The project has been broadcasting weekly programme named ‘High Value Agriculture Radio Programme’ every Saturday from Radio Nepal and Every Tuesday from local Bheri FM. From this fiscal year, the project has also started broadcasting in Kalikot and Jumla districts too where they have no access in Surkhet broadcasting. In each broadcasting, different radio programs in different topics have been prepared and broadcasted regularly. Besides this, the project shared its progress to regional and local media. It has also updated the HVAP website, HVAP MIS web page, IFAD Asia website and IFAD blogs.

Output 4: One Review Workshop Organized

The project has organized one second trimester review and planning workshops at project level during the reporting period. During the workshop, the project has reviewed the results of second trimester and cumulative. The action plan was made for coming fiscal year during the workshop. More than 120 participants from Ministry of Agricultural Development, Regional Directorates (RDs), District Chambers and Commerce and Industries (DCCIs), Local NGOs and Partners were participated in the workshop.

Output 5: Knowledge Products Published and Shared

Knowledge products in the form of success stories, progress reports, technology brief, case studies, experience notes, brochures, leaflets and HVAP documentary videos were developed/revised and shared during the reporting period. These products were shared through the web page, blog, television, newspaper and brochures and tried to promote the knowledge of HVAP within and outside the project.

Output 6: Facilitated to Mission Team:

An IFAD Joint Review Mission was held from 11-25 January 2016. The Mission closely discussed with the PMU team along central level partners and visited the fields covering all program districts. Overall progress was rated satisfactory (5 out of 6), continues to improve to get the project objectives in rest of the project period.

**Output 7: One Media Interaction Organized**

High Value Agriculture Project (HVAP) organized a media interaction on 11 Dec., 2015 at Birendranagar, Surkhet, to mark and celebrate International Mountain Day (IMD, 2015) through sharing HVAP’s achievements, innovation and lesson learned during the course of intervention on seven high value commodities following value chain development approach. There were more than 60 participants representing local, regional and national level representatives/reporters including district and regional stakeholders and project staff actively participated in the interaction.

**Output 8: One Innovative Fund Project Implemented**

High Value Agriculture Project (HVAP) was awarded Innovation plans award with USD 2500 (NRs. 265,000.00) so as to implement Innovative project entitled **“Beekeeping for Better Living (BK4BL)”**. The plan was conceptualized for the promotion of innovative bee keeping practices at Lekhfarsa, Surkhet that can be proven side-line economic activity for women who are highly engaging on growing variety of crops, rear livestock and perform number of other activities to manage their household.

As a first phase of project intervention, HVAP along with Jagriti Agriculture Cooperative (main implementing community cooperative), DABUR, Nepal (private sector) organized beehives distribution program at the premises of Lekhfarsa Agriculture Cooperative on 24 Nov. 2015. Total 50 beehives with bee distributed to 7 potential farmers, jointly by the Regional Director of Mid Western Regional Agriculture Directorate and HVAP Project Manager.

**Output 9: Radio News and Documentary Products developed and aired**

In this trimester, 2 events were organized mainly focusing for news and documentary production. From the event, total 14 radio programs prepared and aired focusing on 7 major value chains and Business Literacy Classes (BLCs). Besides this, 4 video documentary were developed i.e. on Value Chain and Inclusive Business, Timur Best Practices, BLC and OSV, Kalikot.

**Output 10: 4th E-Newsletter Published**

4th E-Newsletter prepared and shared during the reporting period. The e-newsletter was formally shared by the Director General of Department of Agriculture on 7 April 2016. The news letter covered the project activities, learning and best practices.

# Financial Achievement

Output 1: 56% financial progress achieved against the target of the reporting period

NRs. 77.51 million (56 % of the target) was spent during the reporting period against the planned budget of NRs. 137.66 million. Likewise, the project spent 59%, 20% and 60% in Component-1, Component-2 and component-3 respectively against the planned during the reporting period. NRs. 813.57 million has been spent since the start of the project, which is 61% of the total project budget. The detail is given in Table 21.

**Table 21: Component wise financial achievement during the reporting period and cumulative**

Amount in NRs. million

|  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| S.N | Components | | Budget of Current Fiscal Year (2015/16) | | Planned and Achieved in Second Trimester of FY 2015/16 | | | | | Achieved till 2nd Trimester of CFY 2015/16 | | | |
| **Planned** | | **Achieved** | | **Percent** | **Expenditure** | | **Percent** | |
| 1 | Inclusive Value Chain Development | | 258.26 | | 93.31 | | 55.12 | | 59 | 97.86 | | 38 | |
| 2 | Service Market Strengthening | | 29.7 | | 10.5 | | 2.12 | | 20 | 4.35 | | 15 | |
| 3 | Program Management (Including M&E and KM) | | 89.4 | | 33.85 | | 20.27 | | 60 | 35.98 | | 40 | |
|  | **Total** | | **377.36** | | **137.66** | | **77.51** | | **56** | **138.19** | | **37** | |
| S.N | | **Components** | | **Total Project Fund** | | **Expenditure Till Last Year** (15 July 2015) | | **Achieved till 2nd Trimester of CFY 2015/16** | | **Cumulative Till Last Year (15 Nov 2015)** | | |
| **Achieved** | **Achieved Percent** | |
| 1 | | Inclusive Value Chain Development | | 871.9 | | 452.27 | | 97.86 | | 550.13 | 63 | |
| 2 | | Service Market Strengthening | | 121.4 | | 23.25 | | 4.35 | | 27.6 | 18 | |
| 3 | | Program Management (Including M&E and KM) | | 344.9 | | 199.86 | | 35.98 | | 235.84 | 68 | |
|  | | **Total** | | **1,338.20** | | **675.38** | | **138.19** | | **813.57** | **61** | |

**Figure 16: Financial Planned Vs Achieved during the reporting period.**

Output 2: 40% IFAD fund disbursed since the start of the project

The project has spent US$ 6.77 million of IFAD fund both grant and loan till the second trimester of the current fiscal year, of which US$ 6.11 million has been disbursed (90% of the expenditure) that accounted for 40 % of disbursement as against the total IFAD fund of USD 15.28 million. The withdrawal application has also been submitted to the IFAD for disbursement of US$ 655 thousands that has been made during the reporting period. This will increase the percentage to 44.3 % by the month of April, 2016. The remaining fund of the project is US$ 8.5 million has to be spent in the remaining period of the project. The detail is given in Table 22.

Table 22: IFAD Disbursement by categories

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  |  |  | Amount in US$ | | | |
| Category | Budget Head | Project Fund | Expenditure Till the 2nd Trimester of CFY 2015/16 | Disbursed till the 2nd Trimester of CFY 2015/16 | Disbursed Percent | Amount to be Disbursed | Balance Amount |
| I | Vehicles and Equipments | 418,288.00 | 332110.24 | 301320.4 | 72 | 30789.84 | 86,177.76 |
| II | II. Studies, Surveys, Trainings, and Workshops | 2,574,080.00 | 1022094.75 | 874257.9 | 34 | 147836.85 | 1,551,985.25 |
| III | Service provider contract | 3,861,120.00 | 2332180.43 | 2206095.2 | 57 | 126085.23 | 1,528,939.57 |
| IV | Fund | 6,596,080.00 | 2105948.6 | 1838151.77 | 28 | 267796.83 | 4,490,131.40 |
| V | V.A Salaries | 868,752.00 | 508977.62 | 450561.97 | 52 | 58415.65 | 359,774.38 |
|  | V.B Operational and Maintenance | 804,400.00 | 467701.16 | 443191.21 | 55 | 24509.95 | 336,698.84 |
| VI | Unallocated | 160,880.00 |  | - |  |  | 160,880.00 |
|  | Total | 15,283,600.00 | 6,769,012.80 | 6,113,578.45 | 40 | 655434.35 | 8514587.2 |

Figure 17: IFAD fund and disbursement by categories till the reporting period

1. **LESSON LEARNT**

* Groups are found easy to mobilize: Value chain cluster developed
* Continuous technical backstopping: increased in quality and post harvest loss reduced (Govt and Private Service Providers (SPs)
* Institutional capacity development of Producers’ Organizations (POs): value chain established at PO level
* Business and Technical Services by individual private service providers : sustainable service market developed
* Multi-Stakeholders Consultative Platform (MSP): consensus developed for sector development
* Local level agribusinesses (cluster base): market linkage established
* Business Literacy Class: Increased commercial motive in agriculture production
* Embedded support and service: Improved trust and sustainable business relation established

1. IMPLEMENTAION ISSUES AND CHALLENGES

* Duplication: other development agencies/organizations are also working in the same area where HVAP is already working that is causing difficulties in developing clusters of selected value chains;
* Mobilizing service providers (NGOs and Private): Many types of SPs in some places vs less or no SPs in other places
* Low volume of production in the project areas: under utilization of capacity of processing plants

1. **MAJOR ACTIVITIES OF NEXT PERIOD**

Major activities of next trimester are given below:

* Business Plan facilitation and preparation;
* Implementation of sub-projects through sector, value chain and inclusion funds;
* Agreement or MoUs between producers’ groups and agribusinesses for partnership in commercialization including market and service arrangements;
* Inclusive cluster development around established market and service arrangements of producers’ groups, agribusinesses and service providers;
* Develop service and input models;
* Facilitate linkages with financial institutions and insurance companies;
* Costing of value chain plans with a focus on investments in the most critical constraints and opportunities to catalyse other investments and scaling by other value chain actors with more commercial finance;
* Organize multi stakeholders platform, stimulating actor/stakeholder driven value chain development.;
* KM focussed on identified learning themes with theme based interactions, publications and other products;
* Organize sharing events and exposures.
* Monitoring and Evaluation;

1. CONCLUDING REMARKS

The project is taking a right way to establish the value chain approach in seven value chains in the project areas. During the running trimester, the project would certainly speed up in net income, households' coverage and inclusion by focusing on services and critical bottlenecks and strategic inclusion opportunities.

# ANNEXES

|  |  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **Annex A: Physical and Financial Progress of Second Trimester of Fiscal Year 2015/16 and Cumulative** | | | | | | | | | | | | |
| S.N. | Activities | Unit | Cumulative Achievement (Till 15 November 2015) | | Annual Target (Fiscal Year 2015/16) | | Target of 2nd Trimester of Fiscal Year 2015/16 | | Achievement of 2nd Trimester of Fiscal Year 2015/16 | | Cumulative Achievement (Till 13 March 2015) | |
| Physical | Financial ('000 NPR) | Physical | Financial ('000 NPR) | Physical | Financial ('000 NPR) | Physical | Financial ('000 NPR) | Physical | Financial ('000 NPR) |
|
| **COMPONENT 1: INCLUSIVE VALUE CHAIN DEVELOPMENT** | |  |  |  |  |  |  |  |  |  |  |  |
| **Part One: Value Chain Development and Business Facilitation** | |  |  |  |  |  |  |  |  |  |  |  |
| **SNV Part** |  |  |  |  |  |  |  |  |  |  |  |  |
| 1 | **PROGRAMME** |  |  |  |  |  |  |  |  |  |  |  |
| 1.1 | VC Prioritization Workshop | No. | 1 | 216 |  |  |  |  |  |  | 1 | 216 |
| 1.2 | VC Baseline Studies | No. | 15 | 6,823 |  |  |  |  |  |  | 15 | 6,823 |
| 1.3 | VC Analysis | No. | 7 | 1,940 |  |  |  |  |  |  | 7 | 1,940 |
| 1.4 | Stakeholders Consultation, Validation and Strategy Development Workshops, MSP | No. | 37 | 6,591 | 15 | 3,000.00 | 5 | 1,000.00 | 6 | 772.52 | 43 | 7,363 |
| 1.5 | Agribusiness engagement (Business Opportunity Workshop) | No. | 31 | 6,570 | 7 | 1,200.00 |  | 500.00 |  | 380.87 | 31 | 6,951 |
| 1.6 | Agribusiness/producer contract facilitation | No. | 53 | 1,325 | 50 | 800.00 | 20 | 300.00 | 15 | 25.49 | 68 | 1,351 |
| 1.7 | B2B linkage Facilitation | Events | 9 | 4,011 | 3 | 2,000.00 | 1 | 900.00 | 1 | 319.82 | 10 | 4,331 |
| 1.8 | Publication of Study Reports | No. | 0 | 0 | 4 | 800.00 | 4 | 400.00 |  |  | 0 | 0 |
|  | **PROGRAMME TOTAL** |  | **153** | **27,476** | **79** | **7,800** | **30** | **3,100** | **22** | **1,499** | **175** | **28,975** |
| 2 | **PROCUREMENT** |  |  |  |  |  |  |  |  |  |  |  |
| 2.1 | Vehicles (double cabin) | Number | 1 | 2,771 |  |  |  |  |  |  | 1 | 2,771 |
| 2.2 | Motorcycles (150cc) | Number | 2 | 355 |  |  |  |  |  |  | 2 | 355 |
| 2.3 | Computers (laptop) | Number | 7 | 691 |  |  |  |  |  |  | 7 | 691 |
| 2.4 | Printer | Number | 1 | 128 |  |  |  |  |  |  | 1 | 128 |
| 2.5 | Camera | Number | 3 | 41 |  |  |  |  |  |  | 3 | 41 |
| 2.6 | Overhead projector (plus screen) | Number | 1 | 48 |  |  |  |  |  |  | 1 | 48 |
|  | **PROCUREMENT TOTAL** |  | **15** | **4,033** | **0** | **0** | **0** | **0** | **0** | **0** | **15** | **4,033** |
| 3 | **OPERATIONAL COSTS AND MISCELLANEOUS** |  |  |  |  |  |  |  |  |  |  |  |
| 3.1 | **TECHNICAL EXPERTS** |  |  |  |  |  |  |  |  |  |  |  |
| 3.1.1 | Senior Technical & Management Expert (international) | Person-month | 52 | 46,736 | 0 | 0.00 |  |  |  |  | 52 | 46,736 |
| 3.1.2 | Inclusive Business Expert (national) | Person-month | 50 | 20,345 | 12 | 6,300.00 | 4 | 2,100.00 | 4 | 2,238.02 | 54 | 22,583 |
| 3.1.3 | GESI Expert (national) | Person-month | 30 | 11,071 | 0 | 0.00 |  |  |  |  | 30 | 11,071 |
| 3.1.4 | ID/OS Expert (national) | Person-month | 41 | 14,581 |  |  |  |  |  |  | 41 | 14,581 |
| 3.1.5 | Value Chain Expert (national) | Person-month | 55 | 22,238 | 12 | 6,300.00 | 4 | 2,100.00 | 4 | 2,238.02 | 59 | 24,476 |
| 3.1.6 | Producer Organisation Development Expert | Person-month | 51 | 20,931 | 12 | 6,300.00 | 4 | 2,100.00 | 4 | 2,238.02 | 55 | 23,169 |
|  | **TOTAL OF TECHNICAL EXPERT** |  | **279** | **135,903** | **36** | **18,900** | **12** | **6,300** | **12** | **6,714** | **291** | **142,617** |
|  | **SNV SUPPORT STAFF** |  |  |  |  |  |  |  |  |  |  |  |
| 3.2.1 | Administrative Officer | Officer | 59 | 4,543 | 12 | 1,200.00 | 4 | 400.00 | 4 | 436.69 | 63 | 4,980 |
| 3.2.2 | Driver | Driver | 52 | 1,790 | 12 | 600.00 | 4 | 200.00 | 3 | 113.91 | 55 | 1,904 |
|  | **TOTAL OF SUPPORT STAFF** |  | **111** | **6,333** | **24** | **1,800** | **8** | **600** | **7** | **551** | **118** | **6,883** |
| 3.3 | **TRAVEL AND DSA** |  |  |  |  |  |  |  |  |  |  |  |
| 3.3.1 | Travel | Days | 42 | 5,038 | 12 | 800.00 | 4 | 300.00 | 4 | 285.06 | 46 | 5,323 |
| 3.3.2 | DSA | Days | 42 | 2,903 | 12 | 800.00 | 4 | 267.00 | 4 | 93.84 | 46 | 2,996 |
|  | **TOTAL TRAVEL AND DSA** |  | **84** | **7,941** | **24** | **1,600** | **8** | **567** | **8** | **379** | **92** | **8,320** |
| 3.4 | **OPERATION AND MAINTANENCE** |  |  |  |  |  |  |  |  |  |  |  |
| 3.4.1 | Vehicles O&M | Number | 2 | 2,021 | 1 | 600.00 |  | 200.00 |  | 40.23 | 2 | 2,062 |
| 3.4.2 | Motorcycles O&M | Number | 4 | 145 | 2 | 80.00 |  | 25.00 |  | 19.48 | 4 | 164 |
| 3.4.3 | Equipment O&M | Times | 2 | 630 | 1 | 400.00 |  | 150.00 |  | 13.00 | 2 | 643 |
| 3.5 | SNV MANAGEMENT SUPPORT | Month | 18 | 16,336 | 12 | 2,400.00 | 4 | 1,000.00 | 4 | 821.00 | 22 | 17,157 |
|  | **OPERATIONAL COSTS AND MISCELLANEOUS TOTAL** |  | **26** | **19,132** | **16** | **3,480** | **4** | **1,375** | **4** | **894** | **30** | **20,026** |
|  | **SNV TOTAL** |  | **668** | **200,818** | **179** | **33,580** | **62** | **11,942** | **53** | **10,036** | **721** | **210,854** |
|  | **AEC Part** |  |  |  |  |  |  |  |  |  |  |  |
| 1 | **PROGRAMME** |  |  |  |  |  |  |  |  |  |  |  |
| **1** | **Capacity Strengthening of DCCIs** |  |  |  |  |  |  |  |  |  |  |  |
| 1.1 | Orientation, capacity assessment of DCCIs | Times | 26 | 932 | 7 | 350.00 |  |  |  |  | 26 | 932 |
| 1.2 | Training of DCCIs Staff | No. | 4 | 1,676 | 0 | 0.00 |  |  |  |  | 4 | 1,676 |
| 1.3 | Support to satellite unit of AEC (in each DCCI of project area) | Districts | 16 | 2,465 | 7 | 840.00 | 7 | 700.00 | 7 |  | 23 | 2,465 |
| 1.4 | Prepare capacity building plan for DCCIs | Districts | 0 | 0 | 0 | 0.00 |  |  |  |  | 0 | 0 |
| 1.5 | Exposure visit to DCCIs members | Times | 1 | 338 | 0 | 0.00 |  |  |  |  | 1 | 338 |
| 1.6 | Interaction between DCCIs and FNCCI members | Times | 1 | 72 | 0 | 0.00 |  |  |  |  | 1 | 72 |
|  | **Sub-Total** |  | **48** | **5,484** | **14** | **1,190** | **7** | **700** | **7** | **0** | **55** | **5,484** |
| **2** | **Market Information Management and Dissemination** |  |  |  |  |  |  |  |  |  |  |  |
| 2.1 | Contract between DCCIs and AEC | Year | 2 | 0 |  |  |  |  |  |  | 2 | 0 |
| 2.2 | Training for the data collector | No. | 4 | 526 |  |  |  |  |  |  | 4 | 526 |
| 2.3 | Flow of price information through website | Year | 5 | 452 | 1 | 240.00 |  | 100.00 |  | 54.00 | 5 | 506 |
| 2.4 | Allowances for Information collection | Year | 23 | 2,230 | 7 | 840.00 |  | 700.00 |  | 165.67 | 23 | 2,396 |
|  | **Sub-Total** |  | **34** | **3,207** | **8** | **1,080** | **0** | **800** | **0** | **220** | **34** | **3,427** |
| **3** | **Policy Dialogues and Response** |  |  |  |  |  |  |  |  |  |  |  |
| 3.1 | Formation and operation of HVAP Agribusiness working group | Groups | 7 | 326 | 2 | 400.00 |  | 200.00 | 1 | 28.75 | 8 | 355 |
| 3.2 | Policy dialogues/Meetings | Meetings | 4 | 71 | 2 | 600.00 |  | 300.00 | 1 | 134.64 | 5 | 206 |
|  | **Sub-Total** |  | **11** | **397** | **4** | **1,000** | **0** | **500** | **2** | **163** | **13** | **561** |
| 4.0 | **Value Chain Learning and Best Practices** |  |  |  |  |  |  |  |  |  |  |  |
| 4.1 | Training on VC | Members | 2 | 47 | 1 | 100 |  | 100.00 |  |  | 2 | 47 |
| 4.2 | Documentation & Publication | No. | 2 | 106 | 1 | 300 |  |  |  |  | 2 | 106 |
|  | **Sub-Total** |  | **4** | **153** | **2** | **400** | **0** | **100** | **0** | **0** | **4** | **153** |
|  | **PROGRAMME TOTAL** |  | **97** | **9,241** | **28** | **3,670** | **7** | **2,100** | **9** | **383** | **106** | **9,624** |
| 2 | **PROCUREMENT** |  |  |  |  |  |  |  |  |  |  |  |
| 2.1 | Equipments |  |  |  |  |  |  |  |  |  |  |  |
| 2.2 | Means of transport, Motorcycle | No. | 5 | 858 | 0 | 0.00 |  |  |  |  | 5 | 858 |
| 2.3 | Camera | No. | 6 | 433 | 0 | 0.00 |  |  |  |  | 6 | 433 |
| 2.4 | Office equipment, Computer (Laptop) | No. | 6 | 318 | 0 | 0.00 |  |  |  |  | 6 | 318 |
| 2.5 | Printers | No. | 4 | 56 | 0 | 0.00 |  |  |  |  | 4 | 56 |
|  | **PROCURMENT TOTAL** |  | **21** | **1,665** | **0** | **0** | **0** | **0** | **0** | **0** | **21** | **1,665** |
| 3 | **OPERATIONAL COSTS AND MISCELLANEOUS** |  |  |  |  |  |  |  |  |  |  |  |
| 3.1 | Salary of VCD officer | Person-month | 54 | 6,411 | 12 | 1,356.00 | 4 | 452.00 | 4 | 432.00 | 58 | 6,843 |
| 3.2 | Salary of IB officer | Person-month | 52 | 5,766 | 12 | 1,422.00 | 4 | 474.00 | 4 | 412.00 | 56 | 6,178 |
| 3.3 | Institutional Development Officer | Person-month | 30 | 2,534 | 12 | 1,104.00 | 4 | 368.00 | 4 | 350.00 | 34 | 2,884 |
| 3.4 | Business Development Officers (two) | Person-month | 60 | 4,599 | 24 | 2,200.00 | 8 | 733.00 | 8 | 684.50 | 68 | 5,284 |
| 3.3 | Travel and Transportation |  | 25 | 3,082 | 1 | 1,140.00 |  | 380.00 |  | 625.88 | 25 | 3,708 |
| 3.4 | DSA |  | 25 | 1,987 | 1 | 1,020.00 |  | 340.00 |  | 225.00 | 25 | 2,212 |
| 3.5 | Salary of AEC Central Coordinator | Person-month | 15 | 2,088 | 3 | 306.00 | 1 | 102.00 | 1 | 102.00 | 16 | 2,190 |
| 3.6 | Salary of support officer | Person-month | 16 | 380 | 0 | 0.00 |  | 0.00 |  |  | 16 | 380 |
| 3.7 | AEC management Cost | Month/Years | 19 | 3,915 | 12 | 998.00 |  | 333.00 |  | 391.68 | 19 | 4,307 |
| 3.8 | Equipment O&M |  | 0 | 0 |  |  |  | 0.00 |  |  | 0 | 0 |
| 3.9 | Transport Equipments | No. | 0 | 186 | 1 | 500.00 |  | 167.00 |  | 23.21 | 0 | 209 |
| 3.10 | Office Equipments | No. | 2 | 179 | 1 | 100.00 |  | 33.00 |  | 1.15 | 2 | 181 |
|  | **OPERATIONAL AND MISCELLANEOUS TOTAL** |  | **298** | **31,126** | **79** | **10,146** | **21** | **3,382** | **21** | **3,247** | **319** | **34,373** |
|  | **AEC TOTAL** |  | **416** | **42,032** | **107** | **13,816** | **28** | **5,482** | **30** | **3,630** | **446** | **45,662** |
|  | **Part One Total** |  | **1,084** | **242,849** | **286** | **47,396** | **90** | **17,424** | **83** | **13,666** | **1,167** | **256,516** |
| **Part Two: Support in Value Chain Development** | |  |  |  |  |  |  |  |  |  |  |  |
| **Sub-Component 1.1: Fund and Facilities** | |  |  |  |  |  |  |  |  |  |  |  |
| **1.1** | **Value Chain Fund** |  |  |  |  |  |  |  |  |  |  |  |
| 1.1.1 | VC fund Support | Sub-Projects | 259 | 151,575 | 65 | 120,000.00 |  | 40,000.00 | 32 | 28,453.00 | 291 | 180,028 |
| 1.1.2 | Field Verification and Orientation | Gos/Cos | 14 | 2,958 | 7 | 700.00 |  | 234.00 | 2 |  | 16 | 2,958 |
| 1.1.3 | BPAP Evaluation Cost | Gos/Cos | 15 | 1,692 | 15 | 300.00 |  | 150.00 |  |  | 15 | 1,692 |
| 1.1.4 | VC fund support for Sector Development and Service Market Strengthening | Sub-Projects | 2 | 700 | 30 | 1,500.00 | 15 | 1,000.00 | 13 |  | 15 | 700 |
| 1.1.5 | Monitoring and Evaluation | Times | 7 | 6,403 | 6 | 3,500.00 | 2 | 1,167.00 |  | 225.00 | 7 | 6,628 |
|  | **VCF Total** |  | **297** | **163,329** | **123** | **126,000** | **17** | **42,551** | **47** | **28,678** | **344** | **192,007** |
| **1.2** | **1.2: Sector Development Fund** |  |  |  |  |  |  |  |  |  |  |  |
| 1.2.1 | Sector Based Research and Demonstration | No. | 4 | 400 | 5 | 2,500.00 | 5 | 1,500.00 | 1 |  | 5 | 400 |
| 1.2.2 | Sector Infrastructure Development | No. | 3 | 1,500 | 3 | 15,000.00 |  | 2,000.00 | 2 |  | 5 | 1,500 |
| 1.2.3 | Sector Support (market promotion, certification, study etc) | No. | 0 | 0 | 1 | 2,000.00 |  | 1,000.00 |  |  | 0 | 0 |
| 1.2.4 | Field Verification and Monitoring | times | 4 | 800 | 3 | 1,000.00 | 1 | 333.00 | 1 |  | 5 | 800 |
|  | **SDF Total** |  | **11** | **2,700** | **12** | **20,500** | **6** | **4,833** | **4** | **0** | **15** | **2,700** |
| **1.3** | **Social Inclusion Fund (SIF)** |  |  |  |  |  |  |  |  |  |  |  |
| **1.3.1** | **Spatial Inclusion Fund (SIF)** |  |  |  |  |  |  |  |  |  |  |  |
| 1.3.1.1 | District Level Interaction Workshop | No. | 3 | 100 | 7 | 350.00 | 7 | 200.00 | 2 |  | 5 | 100 |
| 1.3.1.2 | District VC training | No. | 0 | 0 |  |  |  |  |  |  | 0 | 0 |
| 1.3.1.3 | District level annual review workshop | No. | 0 | 0 |  |  |  |  |  |  | 0 | 0 |
| 1.3.1.4 | District spatial inclusion fund | No. | 2 | 700 | 3 | 6,000.00 |  | 5,625.00 |  |  | 2 | 700 |
| 1.3.1.5 | Management cost for evaluation committee | Districts | 2 | 100 | 3 | 200.00 | 3 | 100.00 |  |  | 2 | 100 |
| 1.3.1.6 | Feasibility Study/monitoring and supervision | Times | 2 | 150 | 3 | 700.00 | 1 | 300.00 | 1 | 42.00 | 3 | 192 |
|  | **SIF Total** |  | **9** | **1,050** | **16** | **7,250** | **11** | **6,225** | **3** | **42** | **12** | **1,092** |
| **1.3.2** | **Poverty Inclusion Fund (PIF)** |  |  |  |  |  |  |  |  |  |  |  |
| 1.3.2.1 | Production needs assessment and training | Groups | 23 | 38 |  |  |  |  |  |  | 23 | 38 |
| 1.3.2.2 | Contracted NGO capacity building | NGOs | 0 | 605 |  |  |  |  |  |  | 0 | 605 |
| 1.3.2.3 | Production /Post harvest support activities (training) | No. | 93 | 3,493 | 7 | 4,500.00 |  | 900.00 | 2 | 3,500.00 | 95 | 6,993 |
| 1.3.2.4 | Exhibition/action research/increase production program | No. | 7 | 0 |  |  |  |  |  |  | 7 | 0 |
| 1.3.2.5 | Production Input Support | Gos/Cos | 105 | 9,485 |  |  |  |  |  |  | 105 | 9,485 |
| 1.3.2.6 | Poverty Inclusion Support | Gos/Cos | 9 | 1,580 | 20 | 5,000.00 |  | 2,500.00 |  |  | 9 | 1,580 |
| 1.3.2.7 | District Based Farming System/Food facility | Groups | 0 | 0 |  |  |  |  |  |  | 0 | 0 |
| 1.3.2.8 | Management Cost of Field Verification | Gos/Cos | 165 | 218 |  |  |  |  |  |  | 165 | 218 |
| 1.3.2.9 | Trainings and workshops | Times | 0 | 0 |  |  |  |  |  |  | 0 | 0 |
| 1.3.2.10 | Capacity Strengthening of Service Providers | Times | 0 | 837 |  |  |  |  |  |  | 0 | 837 |
| 1.3.2.11 | Monitoring & Evaluation | Times | 18 | 2,063 | 6 | 3,000.00 | 2 | 1,000.00 | 2 | 783.00 | 20 | 2,846 |
|  | **PIF Total** |  | **420** | **18,320** | **33** | **12,500** | **2** | **4,400** | **4** | **4,283** | **424** | **22,603** |
|  | **Sub-Component 1.1 Total** |  | **737** | **185,399** | **184** | **166,250** | **36** | **58,009** | **58** | **33,003** | **795** | **218,402** |
| **Sub-Component 1.2: Group Formation and Strengthening** | |  |  |  |  |  |  |  |  |  |  |  |
| 1.2.1 | Local NGOs contract | Contract | 21 | 33,476 | 7 | 18,000.00 |  | 5,000.00 |  | 3,534.00 | 21 | 37,010 |
| 1.2.2 | Field Activities of LNGO |  | 0 | 0 |  |  |  | 0.00 |  |  | 0 | 0 |
| 1.2.3 | Group & cooperative meetings/Mapping/documentation | Districts | 14 | 1,174 | 7 | 300.00 |  | 100.00 |  |  | 14 | 1,174 |
| 1.2.4 | Project Orientation and capacity assessment of groups and cooperatives | Groups | 14 | 1,387 | 7 | 748.00 |  | 280.00 |  |  | 14 | 1,387 |
| 1.2.5 | Group Management and documentation training |  | 65 | 3,772 | 30 | 3,600.00 | 20 | 2,400.00 | 11 |  | 76 | 3,772 |
| 1.2.6 | Saving and credit training |  | 0 | 0 |  |  | 25 | 400.00 |  |  | 0 | 0 |
| 1.2.7 | Enterprise Development Training |  | 0 | 0 |  |  | 20 | 1,600.00 |  |  | 0 | 0 |
| 1.2.8 | Inter-groups and cooperative observation tour | Person | 9 | 1,315 | 50 | 800.00 |  | 0.00 |  |  | 9 | 1,315 |
| 1.2.9 | Foreign observation Tour to Farmers | Person | 0 | 59 | 40 | 3,200.00 |  |  |  |  | 0 | 59 |
| 1.2.10 | National NGO contract for field activities | Contracts | 0 | 0 |  |  |  |  |  |  | 0 | 0 |
| 1.2.11 | Group Mobilization & Strengthening by National NGO | Groups | 0 | 0 |  |  | 2 | 400.00 |  |  | 0 | 0 |
| 1.2.12 | Group Mobilization & Strengthening by Local NGO | Groups | 8 | 0 |  |  |  |  |  |  | 8 | 0 |
| 1.2.13 | Training Model Development (savings & credit, group management) | No. | 2 | 0 |  |  |  |  |  |  | 2 | 0 |
| 1.2.14 | Skill Enhancement Training to staff of Service Providers | No. | 4 | 904 | 6 | 1,500.00 |  |  |  |  | 4 | 904 |
| 1.2.15 | Monitoring and Evaluation |  | 12 | 2,168 |  |  |  |  | 2 | 18.00 | 14 | 2,186 |
|  | **Sub-Component 1.2 Total** |  | **149** | **44,254** | **147** | **28,148** | **67** | **10,180** | **13** | **3,552** | **162** | **47,806** |
| **Sub-component 1.3: Gender and Social Inclusion** | |  | **373** | **18,692** | **191** | **14,455** | **75** | **6,950** | **67** | **4,895** | **440** | **23,587** |
| 1.3.1 | Training Package Development | Packages | 4 | 0 |  |  |  |  |  |  | 4 | 0 |
| 1.3.2 | Training Need Assessment |  | 7 | 0 |  |  |  |  |  |  | 7 | 0 |
| 1.3.3 | Skills and Vocational Training | No. | 0 | 0 |  |  |  |  |  |  | 0 | 0 |
| 1.3.4 | Monitoring & Supervision | Times | 18 | 1,470 |  |  |  |  |  |  | 18 | 1,470 |
| 1.3.5 | Functional Literacy Training to women | No. | 0 | 0 |  |  |  |  |  |  | 0 | 0 |
| 1.3.6 | Identification of Risk Averse Households | Districts | 7 | 100 |  |  |  |  |  |  | 7 | 100 |
| 1.3.7 | Identification of Risk Averse HHs | HHs | 154 | 1,003 |  |  |  |  |  |  | 154 | 1,003 |
| 1.3.8 | Gender and Inclusion Awareness Trainings | Groups | 119 | 2,675 | 100 | 2,000.00 | 50 | 1,000.00 | 38 | 798.00 | 157 | 3,473 |
| 1.3.9 | Gender Action Plan and Exposure visit | VCs | 6 | 2,268 | 7 | 1,505.00 |  | 500.00 | 2 | 231.00 | 8 | 2,499 |
| 1.3.10 | Business Literacy Class | No. | 48 | 7,774 | 75 | 8,250.00 | 25 | 4,950.00 | 25 | 2,797.00 | 73 | 10,571 |
| 1.3.11 | Business Literacy TOT Trainings | No. | 3 | 2,037 | 3 | 1,200.00 |  |  |  | 917.00 | 3 | 2,954 |
| 1.3.12 | Field Visit and Monitoring for inclusiveness | No. | 7 | 1,365 | 6 | 1,500.00 |  | 500.00 | 2 | 152.00 | 9 | 1,517 |
|  | **SNV Part** |  | **15** | **3,817** | **3** | **2,000** | **1** | **750** | **1** | **1** | **16** | **3,818** |
| 1.3.13 | GSI strategy and tool kit development including consultation WS | No. | 3 | 170 | 0 | 0.00 |  |  |  |  | 3 | 170 |
| 1.3.14 | Service provider / HVAP Partners awareness training & capacity building workshops | No. | 12 | 3,648 | 3 | 2,000.00 | 1 | 750.00 | 1 | 0.90 | 13 | 3,648 |
|  | **Sub-Component 1.3 Total** |  | **388** | **22,509** | **194** | **16,455** | **76** | **7,700** | **68** | **4,896** | **456** | **27,405** |
|  | **Part Two Total** |  | **1,274** | **252,162** | **525** | **210,853** | **179** | **75,889** | **139** | **41,451** | **1,413** | **293,613** |
|  | **Component One Total** |  | **2,358** | **495,012** | **811** | **258,249** | **269** | **93,313** | **222** | **55,117** | **2,580** | **550,129** |
| **COMPONENT 2: SERVICE MARKET STRENGTHENING** | |  |  |  |  |  |  |  |  |  |  |  |
| **Sub-Component 2.1: Mobilization and Capacity Building for Service Providers** | | |  |  |  |  |  |  |  |  |  |  |
| **2.1.1** | **District Level Line Agencies** |  |  |  |  |  |  |  |  |  |  |  |
| 2.1.1.1 | Training and Capacity Building (business and market management) | Times | 1 | 1,000 | 8 | 2,275.00 | 1 | 510.00 |  |  | 1 | 1,000 |
| 2.1.1.2 | Training and Capacity Building (Technical) | Times | 4 | 1,539 | 3 | 1,800.00 | 1 | 600.00 |  | 110.00 | 4 | 1,649 |
| 2.1.1.3 | Exposure Visit (Asian countries) to Ling agencies officers | Times | 1 | 3,000 | 1 | 3,500.00 | 1 | 3,500.00 |  |  | 1 | 3,000 |
| 2.1.1.4 | Exposure Visit (Asian countries) to field technicians | Times | 1 | 543 | 1 | 3,000.00 |  |  |  |  | 1 | 543 |
| 2.1.1.5 | Sector Study Visit (in countries) | Times | 7 | 6,184 | 2 | 1,400.00 |  |  | 1 |  | 8 | 6,184 |
|  | **Sub-total of Line Agencies** |  | **14** | **12,266** | **15** | **11,975** | **3** | **4,610** | **1** | **110** | **15** | **12,376** |
| **2.1.2** | **District Chamber of Commerce and Industries (DCCIs)** |  |  |  |  |  |  |  |  |  |  |  |
| 2.1.2.1 | Capacity Building |  | 6 | 704 |  |  |  |  |  |  | 6 | 704 |
| 2.1.2.2 | Chamber Management and Planning Training | Times | 2 | 3,109 | 1 | 550.00 |  |  |  | 482.58 | 2 | 3,592 |
| 2.1.2.3 | Business development and service market Training | Times | 1 | 987 | 7 | 600.00 | 7 | 600.00 |  |  | 1 | 987 |
| 2.1.2.4 | Exposure Visit | Times | 0 | 0 | 1 | 650.00 | 1 | 650.00 |  |  | 0 | 0 |
|  | **Market Information Collection and Dissemination** |  |  |  |  |  |  |  |  |  |  |  |
| 2.1.2.5 | Training to information collectors | Times | 1 | 229 | 1 | 250.00 | 1 | 250.00 | 1 | 80.77 | 2 | 310 |
| 2.1.2.6 | Manual/guideline development for MIS/SMS | No. | 0 | 0 |  |  |  |  |  |  | 0 | 0 |
| 2.1.2.7 | MIS (Market Information System) server upgrading | Times | 2 | 627 |  |  |  |  |  |  | 2 | 627 |
| 2.1.2.8 | MIS software installation and operation | Times | 0 | 0 |  |  |  |  |  |  | 0 | 0 |
| 2.1.2.9 | Grant to client for SMS service | Amount | 0 | 0 | 1 | 5,000.00 |  |  |  | 157.00 | 0 | 157 |
| 2.1.2.10 | Feasibility Study of MIS subscription | Times | 1 | 219 |  |  |  |  |  |  | 1 | 219 |
| 2.1.2.11 | Information materials preparation based on MIS-SMS | Times | 0 | 11 |  |  |  |  |  |  | 0 | 11 |
| 2.1.2.12 | Publication of Information bulletin (monthly and trimester) | Times | 0 | 0 |  |  |  |  |  |  | 0 | 0 |
|  | **Agri Business** |  | 0 | 0 |  |  |  |  |  |  | 0 | 0 |
| 2.1.2.12 | District Agri business profile preparation (with producers) | Districts | 7 | 1,041 | 7 | 1,050.00 |  | 350.00 |  | 71.67 | 7 | 1,113 |
| 2.1.2.13 | Agribusiness opportunity workshop | Districts | 7 | 781 | 7 | 1,050.00 | 7.00 | 1,050.00 | 1 | 32.00 | 8 | 813 |
|  | **Sub-total of DCCIs** |  | **27** | **7,708** | **25** | **9,150** | **16** | **2,900** | **2** | **824** | **29** | **8,532** |
| **2.1.3** | **Service Providers (private)** |  |  |  |  |  |  |  |  |  |  |  |
| 2.1.3.1 | Documentation of local service providers and resource person | Times | 1 | 100 | 1 | 200.00 |  |  |  |  | 1 | 100 |
| 2.1.3.2 | Refreshment training to technical service providers | Times | 4 | 2,023 | 2 | 1,800.00 | 1 | 600.00 | 1 | 1,114.00 | 5 | 3,137 |
| 2.1.3.3 | Capacity building of Agro-vet and Para-vet | Times | 1 | 564 | 2 | 1,000.00 | 1 | 500.00 | 1 |  | 2 | 564 |
| 2.1.3.4 | Service providers mobilization manual development | Times | 0 | 0 | 1 | 300.00 |  |  |  |  | 0 | 0 |
| 2.1.3.5 | Interaction workshop between service providers and local resource person | Times | 2 | 500 | 2 | 400.00 | 1 | 200.00 | 1 |  | 3 | 500 |
| 2.1.3.6 | Study tour (LRPs and LNGOS) | Times | 0 | 0 | 2 | 1,200.00 | 1 | 600.00 |  |  | 0 | 0 |
| 2.1.3.7 | Monitoring and Supervision | Times | 3 | 846 | 3 | 1,200.00 | 1 | 400.00 | 1 | 74.00 | 4 | 920 |
|  | **Sub-Total Service Providers (private)** |  | **11** | **4,033** | **13** | **6,100** | **5** | **2,300** | **4** | **1,188** | **15** | **5,221** |
|  | **Total Sub-component 2.1** |  | **52** | **24,007** | **53** | **27,225** | **24** | **9,810** | **7** | **2,122** | **59** | **26,129** |
| **Sub-Component 2.2: Partnership and Financial Services** | |  |  |  |  |  |  |  |  |  |  |  |
| 2.2.1 | Awareness and Interaction Program on VC Finance/Insurance | Times | 3 | 450 | 2 | 500.00 | 1 | 300.00 | 1 |  | 4 | 450 |
| 2.2.2 | Need Identification and study on service development | Times | 0 | 0 | 1 | 1,000.00 |  |  |  |  | 0 | 0 |
| 2.2.3 | Linkage between service providers and clients | Times | 1 | 289 |  |  |  |  |  |  | 1 | 289 |
| 2.2.4 | Monitoring and field visit | Times | 4 | 743 | 3 | 1,000.00 | 1 | 400.00 | 1 |  | 5 | 743 |
|  | **Total of Sub-Component 2.2** |  | **8** | **1,482** | **6** | **2,500** | **2** | **700** | **2** | **0** | **10** | **1,482** |
|  | **COMPONENT 2 TOTAL** |  | **60** | **25,489** | **59** | **29,725** | **26** | **10,510** | **9** | **2,122** | **69** | **27,611** |
| **Component 3 : Project Management** | |  |  |  |  |  |  |  |  |  |  |  |
| **PMU Part** |  |  |  |  |  |  |  |  |  |  |  |  |
| 1 | **PROGRAMME** |  |  |  |  |  |  |  |  |  |  |  |
| 1.1 | Project Implementation Manual (PIM) approval & publication | Times | 3 | 440 |  |  |  |  |  |  | 3 | 440 |
| 1.2 | Project Documentary Development | No. | 5 | 1,149 | 3 | 600.00 | 1 | 500.00 | 1 |  | 6 | 1,149 |
| 1.3 | Information & Communication Center (ICC) Establishment | No. | 3 | 566 | 1 | 100.00 |  |  |  |  | 3 | 566 |
| 1.4 | NGO Operational Manual | No. | 2 | 261 |  |  |  |  |  |  | 2 | 261 |
| 1.5 | Project Fund Operation Manual | No. | 4 | 100 | 2 | 500.00 |  |  |  |  | 4 | 100 |
| 1.6 | Project Financial Operational Manual | No. | 1 | 12 |  |  |  |  |  |  | 1 | 12 |
| 1.7 | Project Steering Committee meeting | Times | 11 | 1,744 | 3 | 500.00 | 1 | 200.00 | 1 | 200.00 | 12 | 1,944 |
| 1.8 | Project Start Up Meeting (Surkhet) | Times | 1 | 300 |  |  |  |  |  |  | 1 | 300 |
| 1.9 | Project Consultative and Coordination Group Meeting | Times | 10 | 993 | 3 | 450.00 | 1 | 150.00 |  |  | 10 | 993 |
| 1.10 | Planning & Review Workshop | Times | 17 | 4,227 | 6 | 2,000.00 | 2 | 600.00 | 2 | 460.00 | 19 | 4,687 |
| 1.11 | Project Launch Workshop (Central) | Time | 1 | 333 |  |  |  |  |  |  | 1 | 333 |
| 1.12 | Project Orientation Workshop (District level) | No. | 7 | 860 |  |  |  |  |  |  | 7 | 860 |
| 1.13 | Monitoring & Evaluation System Development | No. | 6 | 792 | 3 | 1,000.00 | 1 | 400.00 | 1 | 494.00 | 7 | 1,286 |
| 1.14 | Management Information System Development | No. | 2 | 2,303 | 1 | 1,000.00 |  | 300.00 |  | 230.00 | 2 | 2,533 |
| 1.15 | Monitoring and Evaluation Manuals Development | No. | 4 | 635 |  |  |  |  |  |  | 4 | 635 |
| 1.16 | Training to stakeholders on M&E and MIS | No. | 1 | 145 |  |  |  |  |  |  | 1 | 145 |
| 1.17 | Training to stakeholders on project | No. | 0 | 0 |  |  |  |  |  |  | 0 | 0 |
| 1.18 | Program Monitoring, Supervision and Reporting | Times | 63 | 8,341 | 12 | 4,104.00 | 4 | 1,133.00 | 4 | 727.00 | 67 | 9,068 |
| 1.19 | District working group meetings | Times | 47 | 1,329 | 21 | 840.00 | 7 | 175.00 | 7 |  | 54 | 1,329 |
| 1.20 | Monitoring by PSC/PCCG/DWC | Times | 9 | 789 | 7 | 1,450.00 |  |  | 2 | 9.00 | 11 | 798 |
| 1.21 | Interaction workshop with Stakeholders | No. | 9 | 3,179 | 3 | 1,500.00 | 1 | 500.00 | 1 |  | 10 | 3,179 |
| 1.22 | Supporting Study & Survey for Project | No. | 3 | 810 | 3 | 900.00 | 1 | 300.00 | 1 |  | 4 | 810 |
| 1.23 | Outcome Monitoring | Times | 8 | 220 | 1 | 1,700.00 |  |  |  | 338.00 | 8 | 558 |
| 1.24 | Effect/Impact Study | Times | 0 | 0 |  |  |  |  |  |  | 0 | 0 |
| 1.25 | Project Baseline Survey (Including RIMS Indicator) | Studies | 0 | 0 |  |  |  |  |  |  | 0 | 0 |
| 1.26 | Contracting Experts (From PMU) | Person-month | 144 | 24,901 | 60 | 8,400.00 | 20 | 2,800.00 | 20 | 4,234.00 | 164 | 29,135 |
| 1.27 | Other Consultancy Service (Account & other statistical software package & computer skills, AMC contract, Project Planning, Monitoring and Others) | No. | 7 | 1,796 | 3 | 500.00 | 1 | 165.00 |  | 11.00 | 7 | 1,807 |
| 1.28 | Training on Financial Management to IFAD funded project staffs - logistic support | Times | 1 | 69 |  |  |  |  |  |  | 1 | 69 |
| 1.29 | IFAD supervision mission logistic management | Times | 5 | 943 | 2 | 300.00 | 1 | 200.00 | 1 | 552.00 | 6 | 1,495 |
| 1.30 | Office rent (Project Management Unit, Surkhet, Contact Office, Kathmandu) | L.S. | 21 | 7,074 | 8 | 3,500.00 |  | 1,165.00 |  | 328.00 | 21 | 7,402 |
| 1.31 | Hiring Vehicle for Project activities | times | 40 | 1,045 | 12 | 660.00 | 3 | 220.00 | 4 | 35.00 | 44 | 1,080 |
| 1.32 | Contracting Computer operator(2), Driver (2), Office Messenger (4) | Staff | 30 | 6,203 | 11 | 2,975.00 |  | 992.00 |  | 146.00 | 30 | 6,349 |
| 1.33 | Value Chain Study Tour (Foreign Country) | Staff | 2 | 7,040 | 1 | 3,000.00 | 1 | 3,000.00 |  |  | 2 | 7,040 |
| 1.34 | Value Chain Training for PMU Staff (Foreign Country) | Staff | 2 | 8,369 | 1 | 4,000.00 | 1 | 4,000.00 |  |  | 2 | 8,369 |
| 1.35 | Value Chain Training for Stakeholder (Including PMU Staff) | Staff | 5 | 1,190 | 1 | 2,900.00 | 1 | 2,150.00 |  |  | 5 | 1,190 |
| 1.36 | Project GIS Mapping | Product | 1 | 385 |  |  |  |  |  |  | 1 | 385 |
| 1.37 | Office Furnishing | L.S. | 3 | 1,300 |  |  |  |  |  |  | 3 | 1,300 |
| 1.38 | Project Website Updating | Website | 5 | 835 | 1 | 100.00 |  |  |  |  | 5 | 835 |
| 1.39 | Project Brochure, Pamphlet, Leaflets, Flex, Calendar, Diary preparation, publication and distribution | L.S. | 16 | 6,600 | 3 | 4,000.00 | 1 | 2,000.00 | 1 | 345.00 | 17 | 6,945 |
| 1.40 | Project Advertisement & Visibility (Radio, TV, Newspaper, Hoarding Board, T-Shirt, Bag, Cap etc) | L.S. | 41 | 6,579 | 12 | 3,500.00 | 4 | 800.00 | 4 | 1,169.00 | 45 | 7,748 |
| 1.41 | LNGO Induction | Times | 0 | 324 |  |  |  |  |  |  | 0 | 324 |
| 1.42 | Technical Team Contract | Person-month | 264 | 15,918 | 156 | 10,710.00 | 52 | 3,570.00 | 52 | 1,825.00 | 316 | 17,743 |
| 1.43 | Public Audit Group formed & Workshop | Time | 0 | 0 |  |  |  |  |  |  | 0 | 0 |
|  | **PROGRAMME (PMU) TOTAL** |  | **804** | **120,097** | **340** | **61,189** | **104** | **25,320** | **102** | **11,103** | **906** | **131,200** |
| 2 | **PROCUREMENT** |  |  |  |  |  |  |  |  |  |  |  |
| 2.1 | **MACHINERY ITEMS PROCUREMENT** |  |  |  |  |  |  |  |  |  |  |  |
| 2.1.1 | Desktop Comp (Branded with Software), | Number | 11 | 795 |  |  |  |  |  |  | 11 | 795 |
| 2.1.2 | Laptop Comp (With software) | Number | 47 | 3,681 | 10 | 750.00 |  |  | 10 | 686.00 | 57 | 4,367 |
| 2.1.3 | Fax Machine | Number | 4 | 73 |  |  |  |  |  |  | 4 | 73 |
| 2.1.4 | Photocopy Machine Accessory part | Number | 4 | 465 |  |  |  |  |  |  | 4 | 465 |
| 2.1.5 | Digital Camera | Number | 32 | 793 | 10 | 300.00 |  |  |  |  | 32 | 793 |
| 2.1.6 | Generator | Number | 1 | 200 | 1 | 150.00 |  |  | 1 | 149.00 | 2 | 349 |
| 2.1.7 | Inverter (With Battery) | Number | 3 | 285 |  |  |  |  |  |  | 3 | 285 |
| 2.1.8 | UPS | Number | 10 | 120 |  |  |  |  |  |  | 10 | 120 |
| 2.1.9 | Printers | Number | 11 | 317 | 5 | 150.00 |  |  | 5 |  | 16 | 317 |
| 2.1.10 | Telephone Intercom Installation | Number | 2 | 354 |  |  |  |  |  |  | 2 | 354 |
| 2.1.11 | Multimedia Projector | Number | 4 | 296 | 1 | 70.00 |  |  | 1 |  | 5 | 296 |
| 2.1.12 | Screen | Number | 4 | 20 |  |  |  |  |  |  | 4 | 20 |
| 2.1.13 | Scanning Machine | Number | 2 | 35 |  |  |  |  |  |  | 2 | 35 |
|  | **MACHINARY ITEMAS PROCUREMENT TOTAL** |  | **135** | **7,434** | **27** | **1,420** | **0** | **0** | **17** | **835** | **152** | **8,269** |
| 2.2 | **FURNITURE ITEMS** |  |  |  |  |  |  |  |  |  |  |  |
| 2.2.1 | Revolving chair, table, sofa, computer table/chair, board etc | Numbers | 34 | 4,219 | 4 | 800.00 | 2 | 400.00 | 1 | 49.00 | 35 | 4,268 |
|  | **FURNITURE ITEMS TOTAL** |  | **34** | **4,219** | **4** | **800** | **2** | **400** | **1** | **49** | **35** | **4,268** |
| 2.3 | **TRANSPORTATION ITEMS** |  |  |  |  |  |  |  |  |  |  |  |
| 2.3.1 | Battery Cycle | Number | 3 | 145 |  |  |  |  |  |  | 3 | 145 |
|  | Cycles | Number | 0 | 48 |  |  |  |  |  |  | 0 | 48 |
| 2.3.2 | Motor cycle | Number | 31 | 7,713 | 15 | 3,000.00 |  |  | 15 | 2,964.00 | 46 | 10,677 |
| 2.3.3 | Vehicle (Double Cab) | Number | 4 | 12,140 |  |  |  |  |  |  | 4 | 12,140 |
|  | **TRANSPORTATION ITEMS TOTAL** |  | **38** | **20,045** | **15** | **3,000** | **0** | **0** | **15** | **2,964** | **53** | **23,009** |
|  | **Total PMU procurement** |  | **207** | **31,698** | **46** | **5,220** | **2** | **400** | **33** | **3,848** | **240** | **35,546** |
| 3 | **OPERATIONAL COSTS AND MISCELLANEOUS** |  |  |  |  |  |  |  |  |  |  |  |
| 3.1 | Salary | Person-month | 18 | 14,798 | 12 | 4,997.00 | 4 | 1,555.00 | 4 | 1,054.00 | 22 | 15,852 |
| 3.2 | PMU Office Expenses | LS | 16 | 30,399 | 12 | 9,301.00 | 4 | 2,780.00 | 4 | 2,082.00 | 20 | 32,481 |
|  | **OPERATIONAL COSTS AND MISCELLANEOUS TOTAL** |  | **34** | **45,197** | **24** | **14,298** | **8** | **4,335** | **8** | **3,136** | **42** | **48,333** |
|  | **Total PMU** |  | **1,045** | **196,993** | **410** | **80,707** | **114** | **30,055** | **143** | **18,087** | **1,188** | **215,080** |
| 2 | **KNOWLEDGE MANAGEMENT (SNV Part)** |  |  |  |  |  |  |  |  |  |  |  |
| 2.1 | **PROGRAMME** |  |  |  |  |  |  |  |  |  |  |  |
| 2.1.1 | Communication & IDOS/POS strategy development | No. | 2 | 241 |  |  |  |  |  |  | 2 | 241 |
| 2.1.2 | Knowledge Products (publication) | No. | 4 | 1,637 | 3 | 900.00 | 1 | 300.00 | 1 | 282.67 | 5 | 1,920 |
| 2.1.3 | Knowledge sharing events (national/regional workshops) | No. | 4 | 2,507 | 3 | 3,000.00 | 1 | 1,500.00 | 1 | 306.77 | 5 | 2,814 |
| 2.1.4 | Training on Knowledge Management | No. | 2 | 1,144 | 1 | 250.00 |  |  |  |  | 2 | 1,144 |
| 2.1.5 | Policy dialogue (meetings/workshops for act/bylaws) | No. | 1 | 160 |  |  |  |  |  |  | 1 | 160 |
| 2.1.6 | Training on Communication and Knowledge | No. | 1 | 594 |  |  |  |  |  |  | 1 | 594 |
| 2.1.7 | Learning Route Exposure Visit | No. |  |  |  |  |  |  |  |  |  |  |
| 2.2 | STAFF COST |  |  |  |  |  |  |  |  |  |  |  |
| 2.2.1 | KM coordinator-national | Person-Month | 33 | 10,533 | 12 | 4,474.00 | 4 | 1,491.00 | 4 | 1,594.23 | 37 | 12,127 |
| 2.2.2 | Communication officer-national (25%) | Person-Month | 3 | 962 |  |  |  |  |  |  | 3 | 962 |
| 2.2.3 | Consultants (Gender/ID/Communication strategy moderation) | No. | 101 | 802 | 2 | 600.00 | 1 | 500.00 |  |  | 101 | 802 |
|  | **KNOWLEDGE MANAGEMENT (SNV Part) TOTAL** |  | **151** | **18,581** | **21** | **9,224** | **7** | **3,791** | **6** | **2,184** | **157** | **20,765** |
|  | **COMPONENT 3 TOTAL** |  | **1,196** | **215,574** | **431** | **89,931** | **121** | **33,846** | **149** | **20,271** | **1,345** | **235,844** |
|  | **TOTAL OF THREE COMPONENTS** |  | **3,614** | **736,075** | **1,301** | **377,905** | **416** | **137,669** | **380** | **77,510** | **3,994** | **813,585** |
|  | **Progress Percent** |  |  |  |  |  |  |  |  | **56** |  |  |
|  | Note: Financial Figures are unaudited |  |  |  |  |  |  |  |  |  |  |  |

Annex B: List of Contracts made with Grantees in Second Trimester of FY 2015/16

|  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **ANNEX B : LIST OF GRANT AGREEMENT DURING THE SECOND TRIMESTER OF THE CURRENT FISCAL YEAR 2015/16** | | | | | | |  |  |
| **S.N.** | **Value Chains** | **Fund Catatories** | **Name of Grantees** | **Address** | | **Project Grant Amount (NRs.)** | **Grantee Amount (NRs.)** | **Total Sub-Project Cost (NRs.)** |
|
| **District** | **Village** |
| 1 | Apple | VCFW1 SP | Prakash Panday | Kalikot | Manma,9 | 49,600.00 | 49,600.00 | 99,200.00 |
| 2 | Apple | VCFW1 SP | Karma Kumari Shahi | Jumla | Chandanath,4 | 49,850.00 | 49,850.00 | 99,700.00 |
| 3 | Business Development Service Provider | VCFW1 SP | Birbal Nepali | Surkhet | Matela,9 | 50,000.00 | 66,000.00 | 116,000.00 |
| 4 | Business Development Service Provider | VCFW1 SP | Surendra Kumar Shahi | Surkhet | Ittram,8 | 50,000.00 | 50,000.00 | 100,000.00 |
| 5 | Goat | VCFW1 SP | Janak Raj Regmi | Dailekh | Meheltoli,7 | 49,600.00 | 49,600.00 | 99,200.00 |
| 6 | Goat | VCFW1 SP | Nanada Raj Oli | Surkhet | Chhinchu,2 | 49,600.00 | 49,600.00 | 99,200.00 |
| 7 | Goat | VCFW1 SP | Chandra Bdr Ka.Mu. | Surkhet | Kunathari,3 | 43,100.00 | 43,100.00 | 86,200.00 |
| 8 | Goat | VCFW1 SP | Bir Bdr. BC | Achham | Bhairabstan,2 | 49,600.00 | 49,600.00 | 99,200.00 |
| 9 | Goat | VCFW1 SP | Bhawani Prasad Bhattarai | Dailekh | Khadkabada,5 | 49,600.00 | 49,600.00 | 99,200.00 |
| 10 | Goat | VCFW1 SP | Tek Bdr Shahi | Kalikot | Chilkhaya, 3 | 27,600.00 | 27,600.00 | 55,200.00 |
| 11 | Goat | VCFW1 SP | Dhan Bahadur Khatri | Surkhet | Lekhparajul,8 | 48,700.00 | 48,700.00 | 97,400.00 |
| 12 | Goat | VCFW1 SP | Dhan Bahadur Budha | Dailekh | Seri,2 | 48,100.00 | 48,100.00 | 96,200.00 |
| 13 | Goat | VCFW1 SP | Ashok Koirala | Surkhet | Kunthari,4 | 48,700.00 | 48,700.00 | 97,400.00 |
| **13** |  |  | **Private Service Providers Total** |  |  | **614,050.00** | **630,050.00** | **1,244,100.00** |
| 14 | Goat | SDF | Khasi Boka Sankalan Kendra | Surkhet | Kunthari | 1,987,627.00 | 100,000.00 | 2,087,627.00 |
| 15 | Goat | SDF | Regional Veterinary Laboratory | Surkhet | Birendra Nagar Muncipality | 1,694,044.00 | - | 1,694,044.00 |
| **2** |  |  | **Sector Development Fund Total** |  |  | **3,681,671.00** | **100,000.00** | **3,781,671.00** |
| 16 | Apple | VCFW2 | Chandannath Biuuttpadan Samuha | Jumla | Chandanath | 246,050.00 | 36,907.50 | 282,957.50 |
| 17 | Ginger | VCFW2 | Ujjal Anna tatha Tarkari Krishak Samuha | surkhet | Lekhparsha | 1,186,145.00 | 460,908.00 | 1,647,053.00 |
| 18 | Ginger | VCFW2 | Simle Krishi Sahakari Sastha | surkhet | Dashrathpur | 1,226,301.00 | 360,934.00 | 1,587,235.00 |
| 19 | Goat | VCFW2 | Suryadaya Bandali Batch Tatha Ren Sahakari Sastha Ltd | Achham |  | 1,844,838.00 | 955,712.00 | 2,800,550.00 |
| 20 | Goat | VCFW2 | SUNDARADEVI SAMUDAYAK KRISHAK SAMUHA | Achham | Toshi | 1,117,494.00 | 617,619.00 | 1,735,113.00 |
| 21 | Goat | VCFW2 | Dego Bikas Krishi Sahakari Sastha Ltd | Kalikot | Gela,6 | 1,797,309.00 | 1,056,886.00 | 2,854,195.00 |
| 22 | Goat | VCFW2 | Hariyali Bhakra Palan Krishak Samuha,Jubitha | Kalikot | Jubitha 9 | 1,389,535.00 | 702,175.00 | 2,091,710.00 |
| 23 | Goat | VCFW2 | Naineladeba Bhakrapalan Samuha | Kalikot | Bhartha,5 | 1,682,106.00 | 865,578.00 | 2,547,684.00 |
| 24 | Goat | VCFW2 | Mahadev Bhakrapalan Krishak Samuha | Kalikot | Daha/pilli,8 | 1,369,342.00 | 720,606.00 | 2,089,948.00 |
| 25 | OSV | VCFW2 | Hariyali Ghar Bagaicha Krishi Tatha Biu Utpadan Sahakari Sastha Ltd. | surkhet | Dashrathpur | 791,925.00 | 168,450.00 | 960,375.00 |
| 26 | OSV | VCFW2 | Shree Mulpani Krishi Utpadan Samuha | surkhet | Dashrathpur | 1,178,397.00 | 275,606.00 | 1,454,003.00 |
| 27 | OSV | VCFW2 | Sirjansil Mahila Krishak Samuha | surkhet | Ramghat | 588,246.00 | 130,749.00 | 718,995.00 |
| 28 | OSV | VCFW2 | Lasi Phalful tatha Tarkari Utpadan Krishak, Samuha | Kalikot | Daha,2 | 960,206.00 | 253,958.00 | 1,214,164.00 |
| 29 | OSV | VCFW2 | Naya Karnali Tarkari Utpadan Krishak, Samuha | Kalikot | Bhartha,8 | 1,078,633.00 | 292,690.00 | 1,371,323.00 |
| 30 | OSV | VCFW2 | Udya Taja Tarkari Mahila Krishak Samuha | Surkhet | Malarali,9 | 889,983.00 | 178,262.00 | 1,068,245.00 |
| 31 | OSV | VCFW2 | Janchetana Krishi Samuha | Surkhet | Lekhgaun-7 | 560,307.00 | 154,058.00 | 714,365.00 |
| 32 | OSV | VCFW2 | Lawna Krishi Tatha Pashupalan Sahakari Sastha | Surkhet | Kalyan-7 | 956,979.00 | 216,334.00 | 1,173,313.00 |
| 33 | OSV | VCFW2 | Babedi Taja Tarkari Tatha Phalful Utpadan Krishak, Samuha | Kalikot | Badalkot,1 | 960,206.00 | 253,958.00 | 1,214,164.00 |
| 34 | OSV | VCFW2 | Batika Ful Bahudshya Krishak Samuha | Dailekh | Pipalkot | 1,147,329.00 | 314,351.00 | 1,461,680.00 |
| 35 | *OSV* | *VCFW2* | Jharana Biu Uttpadan Krishak Samuha | *Surkhet* | *Mehelkuna,9* | 1,675,607.00 | 298,637.00 | 1,974,244.00 |
| 36 | OSV | VCFW2 | Karnali Bahudeshya Sahakari Sanstha Ltd | Dailekh | Dullu,3 | 1,835,597.00 | 419,026.00 | 2,254,623.00 |
| 37 | OSV | VCFW2 | Sunaulo Hariyali Taja Tarkari Mahila Krishak Samuha | Surkhet | Malarali,9 | 872,343.00 | 193,060.00 | 1,065,403.00 |
| 38 | OSV | VCFW2 | Laliguras Krishak Samuha | Achham | Raniban,2 | 601,675.00 | 179,925.00 | 781,600.00 |
| 39 | Timur | VCFW2 | Fulbari Sawabalamban Ecovillage Krishak Samuha | Salyan | Kupendedha,8 | 605,318.00 | 120,471.00 | 725,789.00 |
| 40 | Timur | VCFW2 | Dalit Aguwa Krishak Samuha | Salyan | Kupendedha,4 | 529,382.00 | 102,556.00 | 631,938.00 |
| 41 | Timur | VCFW2 | Laliguras Suntala Kheti Falful Krishak Samuha | Achham | Toshi,6 | 733,084.00 | 144,646.00 | 877,730.00 |
| 42 | Turmeric | VCFW2 | Sundhara Bahuudeshya Krishi Utpadan Krishak Samuha | Salyan | Kalimati Rampur-7 | 738,373.00 | 399,915.00 | 1,138,288.00 |
| 43 | Turmeric | VCFW2 | Sharada Swalamban Krishi Utpadan Krisak Samuha | Salyan | Kalimati Kalche-7 | 768,019.00 | 687,592.00 | 1,455,611.00 |
| 44 | Turmeric | VCFW2 | Daunnedevi krisak Samuha | Salyan | Kalimati Rampur-8 | 1,434,143.00 | 627,202.00 | 2,061,345.00 |
| 45 | Turmeric | VCFW2 | Simalpani Pashu Tatha Krishi Sahakari Sanstha Ltd. | Surkhet | Kunathari-4 | 822,093.00 | 975,259.00 | 1,797,352.00 |
| 46 | Vegetable seeds | VCFW2 | Jharana Tarkari Biu Uttpadan Samuha | Surkhet | Sahare | 1,675,607.00 | 251,341.05 | 1,926,948.05 |
| 47 | Vegetable seed | VCFW2 | Naulo Bihani Taja Tarkari Biu Utpadan Krisk Samuha | Surkhet | Mehelkuna,8 | 701,387.00 | 156,751.00 | 858,138.00 |
| **32** |  |  | **VCF W2 Total** |  |  | **33,963,959.00** | **12,572,122.55** | **46,536,081.55** |
| 48 | TIMUR | Action Research | Shital Agro-Vet Trading Centre Pvt. Ltd. (Cocoon Bags for Storage) | Surkhet | Birendra Nagar Muncipality | 499,905.00 | - | 499,905.00 |
| **1** |  |  | **Action Research and Domstration Total** |  |  | **499,905.00** | **-** | **499,905.00** |
| **48** |  |  | **Total Grant** |  |  | **38,759,585.00** | **13,302,172.55** | **52,061,757.55** |