



# Indonesia: Dairy Farmer Support and Food Security Project

Project Name	Dairy Farmer Support and Food Security Project		
Project Number	54216-001		
Borrower/Company	PT Cisarua Mountain Dairy		
Country	Indonesia		
Location			
Approval Number			
Type of ADB Assistance / Amount	Ordinary capital resources	USD 15.00 million	Proposed
Strategic Agendas	Inclusive economic growth		
Drivers of Change	Gender Equity and Mainstreaming Private sector development		
Sector / Subsector	Agriculture, natural resources and rural development - Livestock		
Gender Equity and Mainstreaming	Effective gender mainstreaming		
Responsible ADB Department			
Responsible ADB Division			
Responsible ADB Officer	Donges, Carine Sophie		
Project Sponsor(s)			
Description			
Objectives and Scope	The project will provide essential liquidity support to CMD to sustain its operations and the livelihoods of 2,142 employees, about 3,300 dairy farmers, and over 1,500 direct sales agents during the coronavirus disease (COVID-19) crisis. The project will support rural livelihoods, sustain gender inclusion, and participate to food security with the production of affordable nutritious dairy products, through this period of unprecedented health, economic and social crisis.		
Status of Operation/Construction	The project will not involve the expansion of the existing facilities or the development of new sites.		
Linkage to Country/Regional Strategy	The project is aligned with Strategy 2030, which calls for ADB to (i) scale up its financing for agribusiness; and (ii) promote gender equality in at least 75% of the number of ADBs committed operations by 2030. The project is also aligned with Operational Plan for Private Sector Operations 2019 to 2024 which calls for expanding the share of food brands in the portfolio and with the strategic objective of ADBs country partnership strategy for Indonesia, 2020 to 2024, to achieve higher, more inclusive, and environmentally sustainable growth. The project is aligned with ADBs \$20 billion response package to the COVID-19 pandemic. As part of this emergency package, ADB's private sector operations department has been focusing on the provision of working capital and operation expenditure financing. The project is consistent with Strategy 2030 Operational Plan for Priority 1 (addressing remaining poverty and reducing inequalities), Operational Priority 2 (accelerating progress in gender equality) and Operational Plan for Priority 5 (promoting rural development and food security).		
<b>Safeguard Categories</b>			
Environment	C		
Involuntary Resettlement	C		
Indigenous Peoples	C		
<b>Summary of Environmental and Social Aspects</b>			
Environmental Aspects	ADB has categorized the project in compliance with ADBs Safeguard Policy Statement (2009) (SPS) as category C for environment. The project will support working capital and operation expenditure, it is anticipated to have minimal environmental and social impact in addition to CMD's existing operation. ADB has undertaken due diligence. The environmental and social measures, the institutional capacity and commitment of CMD to manage the projects social and environmental impacts are deemed adequate. Based on gaps and improvement opportunities identified, CMD will implement corrective actions. An environmental and social monitoring report will be submitted to ADB on an annual basis.		
Involuntary Resettlement	ADB has categorized the project in compliance with ADB's Safeguard Policy Statement (2009) (SPS) as category C for involuntary resettlement. The project will not involve the expansion of the existing facilities or the development of new sites. No land acquisition is required.		
Indigenous Peoples	ADB has categorized the project in compliance with ADB's Safeguard Policy Statement (2009) (SPS) as category C for Indigenous Peoples. The project will not directly or indirectly affect Indigenous Peoples as the project will only support working capital and operation expenditure.		
Stakeholder Communication, Participation, and Consultation			
<b>Timetable for assistance design, processing and implementation</b>			
Concept Clearance	20 May 2020		
Due Diligence			
Credit Committee Meeting			

Approval

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Last PDS Update

06 Jul 2020

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Project Page

<https://www.adb.org/projects/54216-001/main>

Request for Information

<http://www.adb.org/forms/request-information-form?subject=54216-001>

Date Generated

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