



Sustainable Agriculture Transformation Project (P145055)

EAST ASIA AND PACIFIC | Vietnam | Agriculture Global Practice |
IBRD/IDA | Investment Project Financing | FY 2015 | Seq No: 4 | ARCHIVED on 24-Jan-2017 | ISR26814 |

Implementing Agencies:

Key Dates

Key Project Dates

Bank Approval Date:30-Jun-2015

Effectiveness Date:03-Dec-2015

Planned Mid Term Review Date:16-Apr-2018

Actual Mid-Term Review Date:--

Original Closing Date:31-Dec-2020

Revised Closing Date:31-Dec-2020

Project Development Objectives

Project Development Objective (from Project Appraisal Document)
PHPDO

Has the Project Development Objective been changed since Board Approval of the Project Objective?
No

Components

Name

Component A: Institutional Strengthening to Support Agricultural Transformation:(Cost \$10.00 M)

Component B: Supporting Sustainable Rice-Based Systems:(Cost \$224.10 M)

Component C: Supporting Sustainable Coffee Production and Rejuvenation:(Cost \$100.90 M)

Component D: Project Management:(Cost \$13.00 M)

Overall Ratings

Name	Previous Rating	Current Rating
Progress towards achievement of PDO	● Moderately Satisfactory	● Moderately Satisfactory
Overall Implementation Progress (IP)	● Moderately Satisfactory	● Moderately Satisfactory
Overall Risk Rating	● Substantial	● Substantial



Implementation Status and Key Decisions

The overall project implementation has improved, especially non-credit line activities. The project disbursed all IDA funds allocated by MARD for the project's non-credit line activities in 2016. To date, some 25,000 rice farmers have been trained on '3R3G' and 7,000 farmers trained on '1M5R' technologies; some 6,500 coffee farmers were trained on sustainable coffee production practices and 3,000 farmers on sustainable coffee replanting and rejuvenation. A cluster approach to selection of farmer organizations has been adopted and analysis of strengths and weaknesses of each farmer organization has been carried out to identify eligible progressive farmer organizations to move to the next phase of receiving the project's matching grants for needed infrastructure and equipment.

On the other hand, implementation of the credit line for both coffee and rice components is lagging behind as results of either market deterioration and consequent drop in demand for fixed asset loans (for rice) or delays in activities by PPMUs and deficiencies in credit line's design (for coffee). Only USD 22,000 of credit was disbursed by participating financial institutions. Due to low disbursement of the rice and coffee credit lines, the overall IDA disbursement is low, only 5.4%, mainly for farmer training and incremental operating costs. It is expected that disbursement will gradually increase in the next 12 months when matching grants will be provided to progressive farmer organizations for infrastructure and equipment investments and credit line picks up.



Risks

Systematic Operations Risk-rating Tool

Risk Category	Rating at Approval	Previous Rating	Current Rating
Political and Governance	--	● Substantial	● Substantial
Macroeconomic	--	● Substantial	● Substantial
Sector Strategies and Policies	--	● Moderate	● Moderate
Technical Design of Project or Program	--	● Substantial	● Substantial
Institutional Capacity for Implementation and Sustainability	--	● Moderate	● Moderate
Fiduciary	--	● Substantial	● Substantial
Environment and Social	--	● Moderate	● Moderate
Stakeholders	--	● Substantial	● Substantial
Other	--	--	--
Overall	--	● Substantial	● Substantial

Results



Project Development Objective Indicators

► Direct project beneficiaries (Number, Core)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	130,000.00	800,000.00
Date	04-Nov-2014	09-Dec-2016	23-Dec-2016	31-Dec-2020

▲ Female beneficiaries (Percentage, Core Supplement)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	50.00	50.00

► Area of rice farming under sustainable farming practices: a) rice production (Hectare(Ha), Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	150,000.00
Date	04-Nov-2014	09-Dec-2016	23-Dec-2016	31-Dec-2020

▲ b) Coffee production (Hectare(Ha), Custom Breakdown)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	--	0.00	50,000.00
Date	04-Nov-2014	--	23-Dec-2016	31-Dec-2020

► Increase in net profits per hectare among targeted farmers: a) rice production (Percentage, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
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Value	0.00	0.00	0.00	20.00
Date	04-Nov-2014	09-Dec-2016	23-Dec-2016	31-Dec-2020

▲ b) coffee production (Percentage, Custom Breakdown)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	20.00
Date	04-Nov-2014	09-Dec-2016	23-Dec-2016	31-Dec-2020

▶ Reduction in GHG emissions from rice farming in the project area (Tones/year, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	--	0.00	1,000,000.00
Date	04-Nov-2014	--	23-Dec-2016	31-Dec-2020

▶ Improved quality of service delivery by MARD and DARDs in support of project implementation measured by performance scorecard: a) MARD (departments) (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	4.00
Date	04-Nov-2014	09-Dec-2016	23-Dec-2016	31-Dec-2020

▲ b) DARDs (provinces) (Number, Custom Breakdown)



	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	10.00
Date	04-Nov-2014	09-Dec-2016	23-Dec-2016	31-Dec-2020

Overall Comments

Intermediate Results Indicators

- A.1: Improved performance in budget execution by MARD measured by a reduction in the discrepancy between budget allocations and end-of-year budget out-turns (Percentage, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	20.00
Date	04-Nov-2014	09-Dec-2016	23-Dec-2016	31-Dec-2020

- A.2: An MTEF covering MARD's investment and recurrent expenditure and MTEFs for DARDs (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	3.00
Date	04-Nov-2014	31-May-2016	23-Dec-2016	31-Dec-2020

- A.3: Adoption of improved subsector ARPs in selected MARD departments (departments) (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	--	0.00	3.00
Date	04-Nov-2014	--	23-Dec-2016	31-Dec-2020



► B.1: Area of rice farming under sustainable farming practices as measured by reductions in pesticide and fertilizer use (ha) (Hectare(Ha), Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	150,000.00
Date	04-Nov-2014	09-Dec-2016	23-Dec-2016	31-Dec-2020

► B.2: Area of sustainable rice farming applying improved farming and post harvest packages to reduce water use and post harvest losses each by 30% (Hectare(Ha), Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	75,000.00
Date	04-Nov-2014	09-Dec-2016	23-Dec-2016	31-Dec-2020

► B.3: Area of sustainable rice farming under contract farming arrangements with agribusinesses (Hectare(Ha), Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	50,000.00
Date	04-Nov-2014	09-Dec-2016	23-Dec-2016	31-Dec-2020

► B.4: Investments by project-supported agribusinesses in additional milling/ processing capacity (Amount(USD), Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	--	0.00	40,000,000.00
Date	04-Nov-2014	--	23-Dec-2016	31-Dec-2020



► C.1: Coffee area adopting sustainable farming practices as measured by reductions in pesticide and fertilizer use: (a) Existing Plantations (Hectare(Ha), Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	40,000.00
Date	04-Nov-2014	09-Dec-2016	23-Dec-2016	31-Dec-2020

▲ (b) Rejuvenation (Hectare(Ha), Custom Breakdown)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	--	0.00	10,000.00
Date	04-Nov-2014	--	23-Dec-2016	31-Dec-2020

► C.2: Coffee area adopting advanced water saving irrigation technologies and reduce water use by at least 20% in the project areas (Hectare(Ha), Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	22,000.00
Date	04-Nov-2014	09-Dec-2016	23-Dec-2016	31-Dec-2020

► C.4: Area replanted with certified planting materials in the project areas (Hectare(Ha), Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	7,000.00
Date	04-Nov-2014	09-Dec-2016	23-Dec-2016	31-Dec-2020



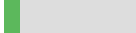
► C.4: Number of pilot coffee-based landscape management plans developed in project areas (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	5.00
Date	04-Nov-2014	09-Dec-2016	23-Dec-2016	31-Dec-2020

Overall Comments

Data on Financial Performance

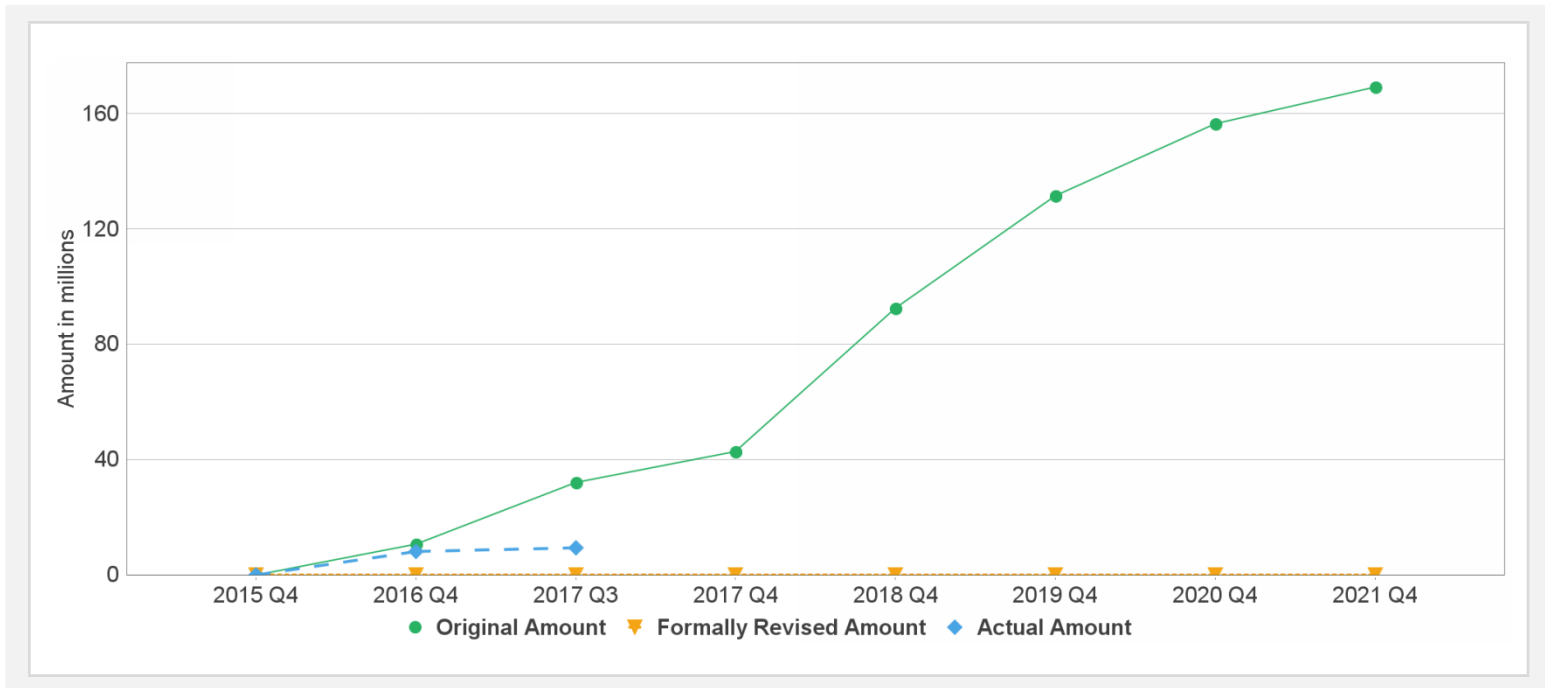
Disbursements (by loan)

Project	Loan/Credit/TF	Status	Currency	Original	Revised	Cancelled	Disbursed	Undisbursed	Disbursed
P145055	IDA-57040	Effective	XDR	171.20	171.20	0.00	9.29	161.91	 5%

Key Dates (by loan)

Project	Loan/Credit/TF	Status	Approval Date	Signing Date	Effectiveness Date	Orig. Closing Date	Rev. Closing Date
P145055	IDA-57040	Effective	30-Jun-2015	09-Jul-2015	03-Dec-2015	31-Dec-2020	31-Dec-2020

Cumulative Disbursements



Restructuring History

There has been no restructuring to date.

Related Project(s)

There are no related projects.