



Integrating Innovation for Rural Competitiveness in Honduras - COMRURAL II (P168385)

LATIN AMERICA AND CARIBBEAN | Honduras | Agriculture and Food Global Practice |
IBRD/IDA | Investment Project Financing | FY 2019 | Seq No: 5 | ARCHIVED on 22-Dec-2021 | ISR49382 |

Implementing Agencies: Republic of Honduras, Inversion Estrategica - Honduras (INVEST-H)

Key Dates**Key Project Dates**

Bank Approval Date: 27-Jun-2019

Effectiveness Date: 04-May-2020

Planned Mid Term Review Date: 21-Nov-2022

Actual Mid-Term Review Date:

Original Closing Date: 30-Sep-2024

Revised Closing Date: 30-Sep-2024

Project Development Objectives

Project Development Objective (from Project Appraisal Document)

The PDO is to improve access to markets and climate-smart practices and contribute to the economic inclusion of targeted beneficiaries in select agricultural value chains.

Has the Project Development Objective been changed since Board Approval of the Project Objective?

No

Components Table

Name
Support to enhance the competitiveness, resilience, and innovation of agribusiness initiatives:(Cost \$115.40 M)
Support to the modernization of Honduras' agribusiness enabling environment:(Cost \$22.40 M)
Project management support:(Cost \$9.10 M)
Contingency Emergency Response Component (CERC)

Overall Ratings

Name	Previous Rating	Current Rating
Progress towards achievement of PDO	<input type="checkbox"/> Satisfactory	<input type="checkbox"/> Satisfactory
Overall Implementation Progress (IP)	<input type="checkbox"/> Moderately Satisfactory	<input type="checkbox"/> Moderately Satisfactory
Overall Risk Rating	<input type="checkbox"/> Substantial	<input type="checkbox"/> Substantial

Implementation Status and Key Decisions

Project implementation continues in the context of the ongoing COVID-19 emergency. The first group of 20 Business Plans with Rural Producer Organizations (benefitting 2,685 families; 34 percent are led by women; 16 percent are young people; 18 percent are indigenous and afro-Hondurans) is starting implementation with total investments of US\$13.2 million, of which private capital mobilization is worth US\$7.0 million. Additional 29 Business Plans are well-advanced in preparation, which is expected to speed up implementation in the first semester of 2022. Progress will be monitored in a virtual mission preliminary planned for March 2022.



Risks

Systematic Operations Risk-rating Tool

Risk Category	Rating at Approval	Previous Rating	Current Rating
Political and Governance	<input type="checkbox"/> Substantial	<input type="checkbox"/> Substantial	<input type="checkbox"/> Substantial
Macroeconomic	<input type="checkbox"/> Substantial	<input type="checkbox"/> Substantial	<input type="checkbox"/> Substantial
Sector Strategies and Policies	<input type="checkbox"/> Moderate	<input type="checkbox"/> Moderate	<input type="checkbox"/> Moderate
Technical Design of Project or Program	<input type="checkbox"/> Substantial	<input type="checkbox"/> Substantial	<input type="checkbox"/> Substantial
Institutional Capacity for Implementation and Sustainability	<input type="checkbox"/> High	<input type="checkbox"/> Substantial	<input type="checkbox"/> Substantial
Fiduciary	<input type="checkbox"/> High	<input type="checkbox"/> Substantial	<input type="checkbox"/> Substantial
Environment and Social	<input type="checkbox"/> Substantial	<input type="checkbox"/> Substantial	<input type="checkbox"/> Substantial
Stakeholders	<input type="checkbox"/> Substantial	<input type="checkbox"/> Substantial	<input type="checkbox"/> Substantial
Other	<input type="checkbox"/> Substantial	<input type="checkbox"/> Substantial	<input type="checkbox"/> Substantial
Overall	<input type="checkbox"/> Substantial	<input type="checkbox"/> Substantial	<input type="checkbox"/> Substantial

Results

PDO Indicators by Objectives / Outcomes

Improved adoption of climate-smart agriculture practices in project areas				
► Farmers adopting improved agricultural technology (Number, Corporate)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	1,665.00	12,600.00
Date	27-Jun-2019	25-Jun-2021	02-Dec-2021	30-Sep-2024
Comments:	To date, 1,655 farmers (804 women and 861 men) in the first batch of 20 business plans have started to implement climate-smart practices and technologies promoted by the project, as part of the envisaged process for adoption once the subprojects are finalized. The level of adoption in a larger group of business plans will be measured in 2022 through a survey, conducted by a third party, applied to a representative sample of farmers who are part of those business plans that incorporate climate-smart practices or technologies.			
□ Farmers adopting improved agricultural technology - Female (Number, Corporate Supplement)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	804.00	3,150.00



□Farmers adopting improved agricultural technology - male (Number, Corporate Supplement)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	861.00	9,450.00

Improved access to markets of project beneficiaries				
▶ Increase in real gross sales generated by business plans in execution (Percentage, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	20.00
Date	27-Jun-2019	25-Jun-2021	02-Dec-2021	30-Sep-2024
Comments:	To date, 20 Business Plans are starting to be implemented. A reasonable period of time for executing these and newer business plans will be required to start measuring this indicator at the end 2022, as initially planned.			

Improved economic inclusion				
▶ Jobs (full-time) created under business plans financed by the project (Number, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	9,700.00
Date	27-Jun-2019	25-Jun-2021	02-Dec-2021	30-Sep-2024
Comments:	The Rural Producers Organizations (RPOs) are just beginning the implementation of their Business Plans. This indicator will be reported at the mid-term review in late 2022..			
□Percentage women (Percentage, Custom Supplement)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	25.00

Sustainability of project design				
▶ Rural Producer Organizations working under a productive alliance approach 24 months after first disbursement (Percentage, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	100.00	0.00	0.00	80.00
Date	27-Jun-2019	25-Jun-2021	02-Dec-2021	30-Sep-2024
Comments:	To date, 20 RPOs are initiating the implementation of their Business Plans with a strong productive alliance approach which will be followed up in coming months in missions and reported as part of project monitoring.			



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Intermediate Results Indicators by Components

C1: Support to enhance the competitiveness, resilience, and innovation of agribusiness initiatives				
▶ Business plans financed under the project (Number, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	5.00	20.00	370.00
Date	27-Jun-2019	25-Jun-2021	02-Dec-2021	30-Sep-2024
▶ Rural Producer Organizations that reach the goals defined in the Business Plans (Percentage, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	70.00
Date	27-Jun-2019	25-Jun-2021	02-Dec-2021	30-Sep-2024
Comments:	To date, the first 20 Business Plans are being executed as originally planned, especially in relation to the contributions of Private Financial Partners (commercial banks) and RPO's own contributions. Nonetheless, the subprojects started in February 2021 and further monitoring and reporting of early results will be carried out in coming months.			
▶ Beneficiaries participating in business plans under the project (Number, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	730.00	2,685.00	18,000.00
Date	27-Jun-2019	25-Jun-2021	02-Dec-2021	30-Sep-2024
Comments:	Other beneficiary groups are expected to increase participation in business plans as the number of plans increases with new call for business idea proposals. The team will monitor that in the next supervision mission.			
☐ Percentage women (Percentage, Custom Supplement)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	27.00	34.00	25.00
☐ Percentage youth (Percentage, Custom Supplement)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	12.70	16.00	10.00



<input type="checkbox"/> Percentage Indigenous (Percentage, Custom Supplement)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	34.20	18.00	10.00
<input type="checkbox"/> Percentage Afro-descendant (Percentage, Custom Supplement)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.10	5.00
<input type="checkbox"/> Percentage covered under GoH social protection programs (Percentage, Custom Supplement)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	10.00
▶ Private Capital Mobilized (Amount(USD), Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	2,800,000.00	7,064,467.10	53,500,000.00
Date	27-Jun-2019	25-Jun-2021	02-Dec-2021	30-Sep-2024
Comments:	The private commercial finance & micro-finance leveraged by the Project with the first batch of 20 business plans under implementation amount to US\$ 7.1 million (PCM ratio as of December 2021: 1.15)			
▶ Beneficiaries satisfied with technical and financial assistance received under the project (Percentage, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	80.00
Date	27-Jun-2019	25-Jun-2021	02-Dec-2021	30-Sep-2024
Comments:	This indicator will be measured at midterm (Nov 2022) with a survey of a representative sample of beneficiaries, assessed by a third party.			
▶ Beneficiaries satisfied with the participatory process of business plan preparation (Percentage, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	80.00
Date	27-Jun-2019	25-Jun-2021	02-Dec-2021	30-Sep-2024
Comments:	This indicator will be monitored and reported at midterm (Nov 2022), with a survey to be carried out by a third party consultant.			
▶ Percentage of beneficiaries who report that they received satisfactory response to their grievances reported through the GRM (Percentage, Custom)				



	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	80.00
Date	27-Jun-2019	25-Jun-2021	02-Dec-2021	30-Sep-2024
Comments:	No claims or complaints have been received so far.			

C2: Support to the modernization of Honduras' agribusiness enabling environment

► Reduction in the average time required for select, prioritized SENASA processes (Percentage, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	30.00
Date	27-Jun-2019	25-Jun-2021	02-Dec-2021	30-Sep-2024
Comments:	Investments in this component will start in 2022. The PIU is updating the operational plans with SENASA to launch the main activities. The next supervision mission will monitor and report on these activities.			

► Reduction in the average time required for ARSA laboratory analyses (Percentage, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	30.00
Date	27-Jun-2019	25-Jun-2021	02-Dec-2021	30-Sep-2024
Comments:	Investments in this component will start in 2022. The PIU is updating the operational plans with ARSA to launch the main activities. The next supervision mission will monitor and report on these activities.			

Performance-Based Conditions

Data on Financial Performance

Disbursements (by loan)

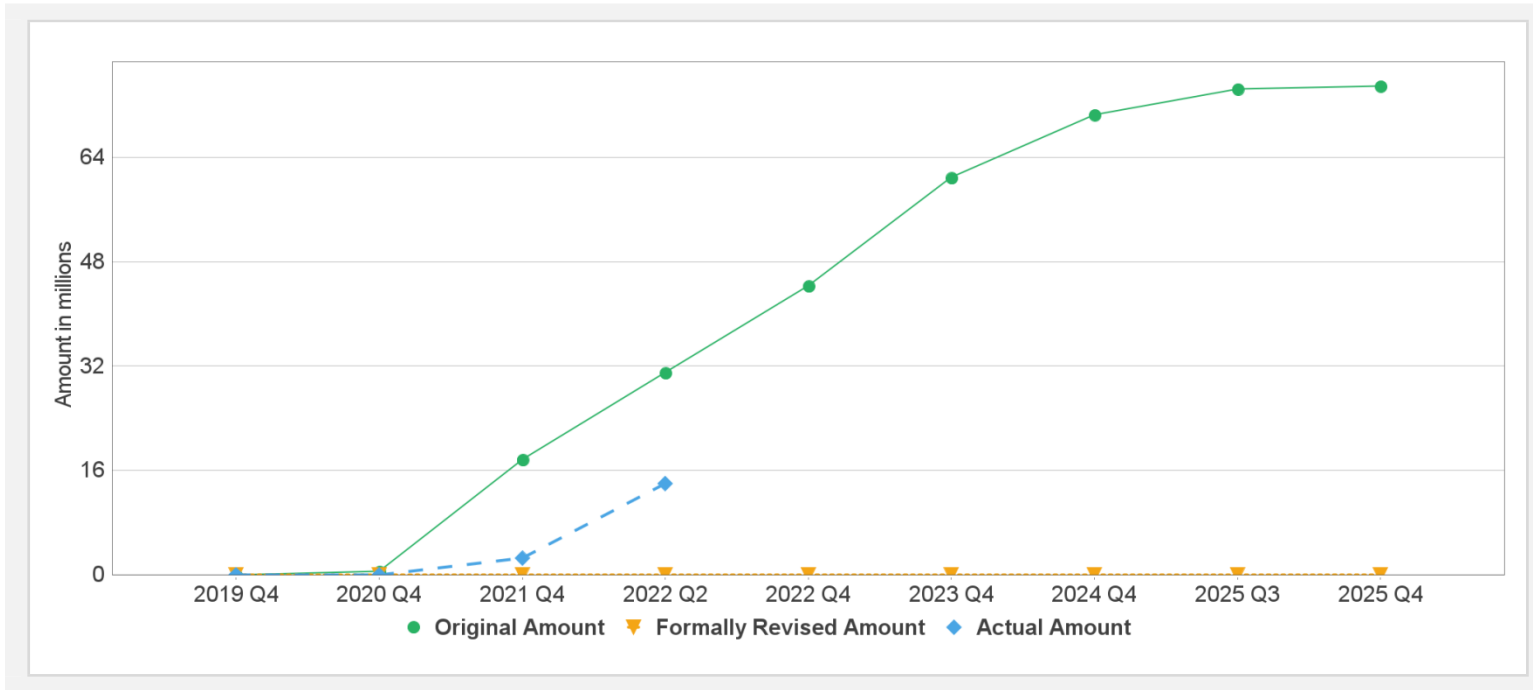
Project	Loan/Credit/TF	Status	Currency	Original	Revised	Cancelled	Disbursed	Undisbursed	% Disbursed
P168385	IDA-64480	Effective	USD	75.00	75.00	0.00	14.00	61.00	19%

Key Dates (by loan)

Project	Loan/Credit/TF	Status	Approval Date	Signing Date	Effectiveness Date	Orig. Closing Date	Rev. Closing Date
P168385	IDA-64480	Effective	27-Jun-2019	11-Apr-2020	04-May-2020	30-Sep-2024	30-Sep-2024



Cumulative Disbursements



PBC Disbursement

PBC ID	PBC Type	Description	Coc	PBC Amount	Achievement Status	Disbursed amount in Coc	Disbursement % for PBC

Restructuring History

There has been no restructuring to date.

Related Project(s)

P172673-Honduras: Additional Financing for Integrating Innovation for Rural Competitiveness in Honduras (COMRURAL II) ,P173331-Integrating Innovation for Rural Competitiveness in Honduras AF ,P173567-AF - Integrating Innovation for Rural Competitiveness in Honduras (COMRURAL II)