



Sustainable Agriculture Transformation Project (P145055)

EAST ASIA AND PACIFIC | Vietnam | Agriculture Global Practice |
IBRD/IDA | Investment Project Financing | FY 2015 | Seq No: 5 | ARCHIVED on 29-Jun-2017 | ISR28476 |

Implementing Agencies: Ministry of Agriculture and Rural Development, Ministry of Agriculture and Rural Development, SOCIALIST REPUBLIC OF VIETNAM, Ministry of Agriculture and Rural Development

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)

The project development objective is to improve farming practices and value chains in the targeted project areas, and promote institutional strengthening of relevant public agencies in effective support to implementation of the Agricultural Restructuring Plan.</p>

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 Unsatisfactory
Overall Risk Rating	● Substantial	● Substantial



Implementation Status and Key Decisions

Significant progress has been made in completing the actions agreed during the last mission. The project has advanced in training of farmers in sustainable farming practices in both coffee and rice sectors and helped farmers adopt these practices on 30,000 ha of rice and 3,500 ha of coffee. More than 212,000 people have already benefited from the project training activities, against the target of 200,000 by the end of 2017. Coffee farmers in Central Highlands have a better access to good-quality seedling from 22 nurseries certified by the project, disease control monitoring by WASI and DARDs, and loans for coffee rejuvenation/replanting: from January 2017, the outstanding coffee loans increased from 0.5 billion VND provided by only 1 PFI to 122 billion VND provided by 5 PFIs in all Central Highlands's provinces, triggered by the improvements initiated during the previous mission. The PPMUs have proactively engaged with Farmer Organizations, who advanced in adoption of sustainable farming practices, to prepare investment proposals, which are currently being finalized. Procurement performance has improved, while the Financial Management and Safeguards maintained satisfactory performance.

In spite of the satisfactory progress made in completing the actions agreed during the December 2016 mission, the increase in disbursement of credit line after the initial constraints were removed, and the increase in total project disbursement from 5.4% in December 2016 to 9.4% in June 2017 (see more on the achievements below), the rating for the Overall Project Implementation is downgraded to MU, due to the high risk posed by the late and partial allocation of the IDA funds. The provinces received IDA funds for 2017 only on May 22 and just 20 percent of the annual work plan requirements. High attention is required to ensure the timely and full allocation of the funds for smooth project implementation.



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, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	130,000.00	212,013.00	800,000.00
Date	04-Nov-2014	23-Dec-2016	16-Jun-2017	31-Dec-2020

▲ Female beneficiaries (Percentage, Custom Supplement)

	Baseline	Actual (Previous)	Actual (Current)	End Target
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Value	0.00	50.00	50.00	50.00
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► 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	29,755.00	150,000.00
Date	04-Nov-2014	23-Dec-2016	16-Jun-2017	31-Dec-2020

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

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	--	3,543.00	50,000.00
Date	04-Nov-2014	--	16-Jun-2017	31-Dec-2020

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

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	20.00
Date	04-Nov-2014	23-Dec-2016	16-Jun-2017	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	23-Dec-2016	16-Jun-2017	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	--	16-Jun-2017	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	23-Dec-2016	16-Jun-2017	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	23-Dec-2016	16-Jun-2017	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	100.00	20.00
Date	04-Nov-2014	23-Dec-2016	16-Jun-2017	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	16-Jun-2017	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	--	16-Jun-2017	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	29,755.00	150,000.00
Date	04-Nov-2014	23-Dec-2016	16-Jun-2017	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	11,000.00	75,000.00
Date	04-Nov-2014	23-Dec-2016	16-Jun-2017	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	19,080.00	50,000.00
Date	04-Nov-2014	23-Dec-2016	16-Jun-2017	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	--	500,000.00	40,000,000.00
Date	04-Nov-2014	--	16-Jun-2017	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	3,543.00	40,000.00
Date	04-Nov-2014	23-Dec-2016	16-Jun-2017	31-Dec-2020



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

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	--	573.00	10,000.00
Date	04-Nov-2014	--	16-Jun-2017	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	23-Dec-2016	16-Jun-2017	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	500.00	7,000.00
Date	04-Nov-2014	23-Dec-2016	16-Jun-2017	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	23-Dec-2016	16-Jun-2017	31-Dec-2020

Overall Comments



Data on Financial Performance

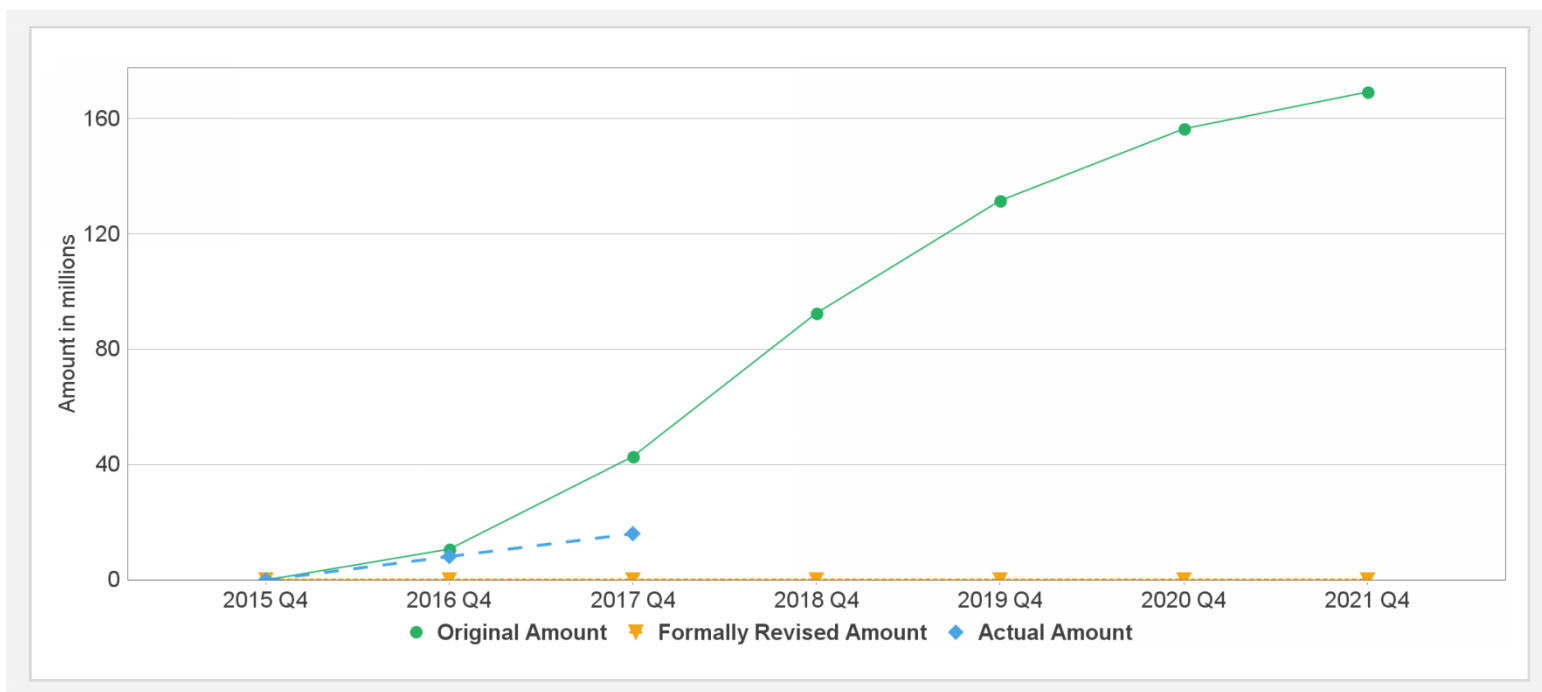
Disbursements (by loan)

Project	Loan/Credit/TF	Status	Currency	Original	Revised	Cancelled	Disbursed	Undisbursed	Disbursed
P145055	IDA-57040	Effective	XDR	171.20	171.20	0.00	16.03	155.17	9%

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.
