



Sustainable Agriculture Transformation Project (P145055)

EAST ASIA AND PACIFIC | Vietnam | Agriculture Global Practice |
IBRD/IDA | Investment Project Financing | FY 2015 | Seq No: 3 | ARCHIVED on 18-Dec-2016 | ISR26347 |

Implementing Agencies: Ministry of Agriculture and Rural Development, 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)
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

This is an interim ISR with the interim project update. The full ISR will be submitted after completion of the Implementation Support Mission (December 12-23, 2016). The project has made a good progress since the last ISR approved on June 20, 2016. All actions from the Action Table were either completed or in progress for completion. The quality of the 2016 Work Plan has improved after it re-focused on selected priority activities such as: training of farmers on sustainable rice and coffee farming practices; start promoting behavior change in a few selected communities, which already have existing farmers organizations, and then gradually move to other areas; inclusion of awareness raising and information dissemination activities for small farmers; and setting up of fully equipped and staffed PPMUs to ensure a successful project implementation (Action 1). The Agricultural Projects Management Board of MARD has agreed to delegate to PPMUs the review and approval of responsibility contracts with various provincial departments for implementation of the project activities, without consequent approval by MARD. The draft M&E manual was developed and sent to PPMUs in November 2016, and it will be finalized with inputs from PPMUs at the workshop in Hanoi on December 20, 2016 (Action 2). The 3 day training on safeguards policies was conducted by CPMU for all PPMUs' safeguards staff in Tien Gien province in November 2016 (Action 3). In addition, CPMU provided all PPMUs with the detailed guidelines for social impact assessment and proactive inclusion of ethnic minorities and gender mainstreaming in the project activities.

Other actions agreed and recorded in the last Aide Memoir has been either completed or on track for completion. The disbursement has also accelerated: in 2016 the project will disburse all 90 billion VDN, allocated by MARD to VnSAT for non-credit line activities. However, the disbursement of credit line for coffee and rice remains very low. The BIDV has selected six private financial institutions (PFI) to provide credit under VnSAT, but technical bottlenecks for coffee and the unfavorable recent rice market developments have limited the credit uptake. Most technical bottlenecks for coffee credit line are anticipated to be resolved by the end of 2016. The mission will also discuss steps with BIDV and PFIs to launch the rice credit line. The full ISR will provide an update on the project status and decisions.



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	0.00	800,000.00
Date	04-Nov-2014	31-May-2016	09-Dec-2016	31-Dec-2020

▲ Female beneficiaries (Percentage, Core Supplement)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	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	150,000.00
Date	04-Nov-2014	--	09-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	--	09-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
Value	0.00	--	0.00	20.00



Date	04-Nov-2014	--	09-Dec-2016	31-Dec-2020
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▲ 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	31-May-2016	09-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	--	09-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	4.00
Date	04-Nov-2014	--	09-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	31-May-2016	09-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	31-May-2016	09-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	09-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	--	09-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	150,000.00
Date	04-Nov-2014	--	09-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	31-May-2016	09-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	31-May-2016	09-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	--	09-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	31-May-2016	09-Dec-2016	31-Dec-2020

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

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	10,000.00
Date	04-Nov-2014	31-May-2016	09-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	31-May-2016	09-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	31-May-2016	09-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	31-May-2016	09-Dec-2016	31-Dec-2020

Overall Comments

Data on Financial Performance

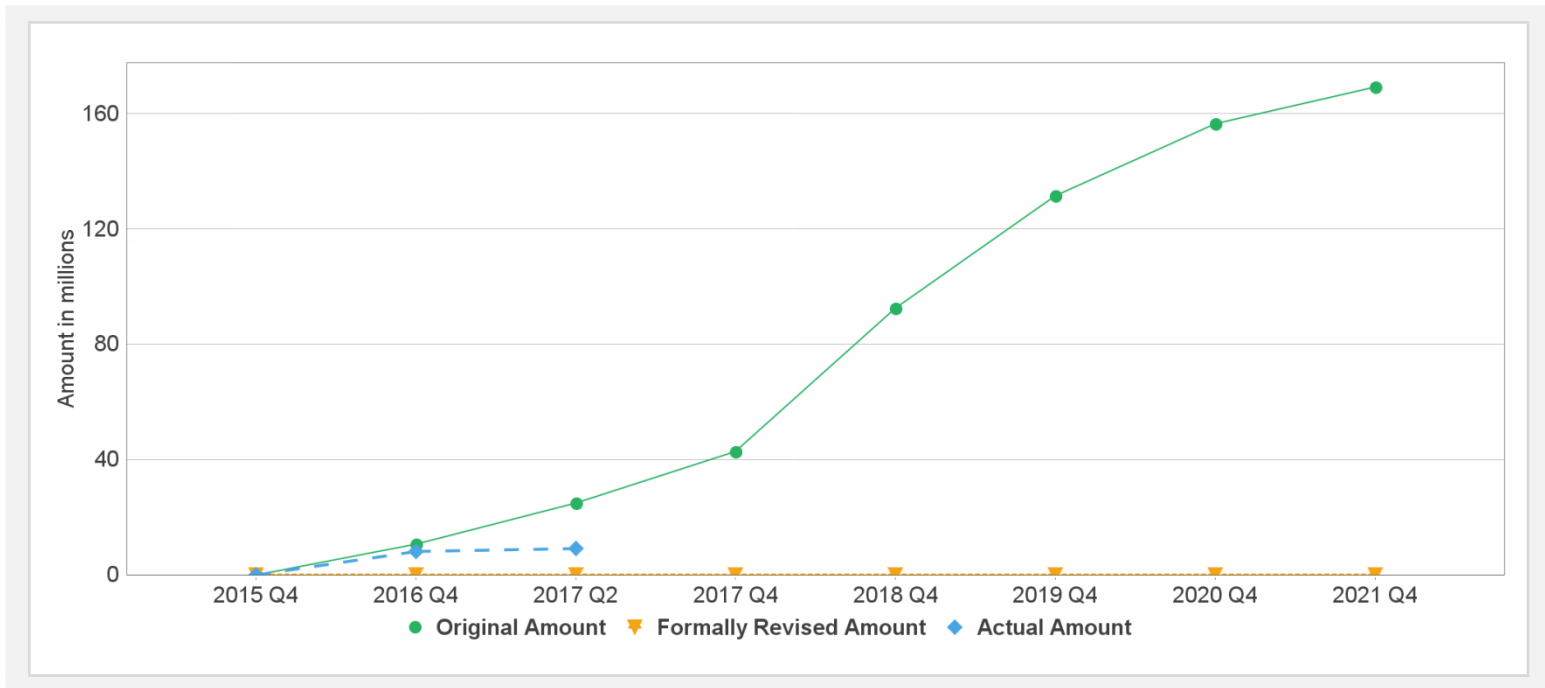
Disbursements (by loan)

Project	Loan/Credit/TF	Status	Currency	Original	Revised	Cancelled	Disbursed	Undisbursed	Disbursed
P145055	IDA-57040	Effective	XDR	171.20	171.20	0.00	9.13	162.07	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.