Targeting Poor, Ethnic Minority Women for Participation in High-Value Chains: A case study from the northern uplands of Vietnam

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# **Structure of the Presentation**

- 1. Chain interventions
- 2. Market participants and market intermediaries
- 3. Categories of chain participants
- 4. Outcomes
- 5. Income impacts

## Intervening agencies and organizations

Provincial, District and Commune Agencies
 Funding of crop establishment costs (crop pilots)
 Initial training of farmers

Helvetas

✓ Funding of CDFs

✓ Facilitation of chain development

CIAT





## Geographical area: the uplands of Tan Lac district

- Poor
- Disconnected
- Muong population
- Good agro-climatic conditions for offseason vegetable production
- Within 2.5 3 hours only from Hanoi



## Target crop: chayote shoots



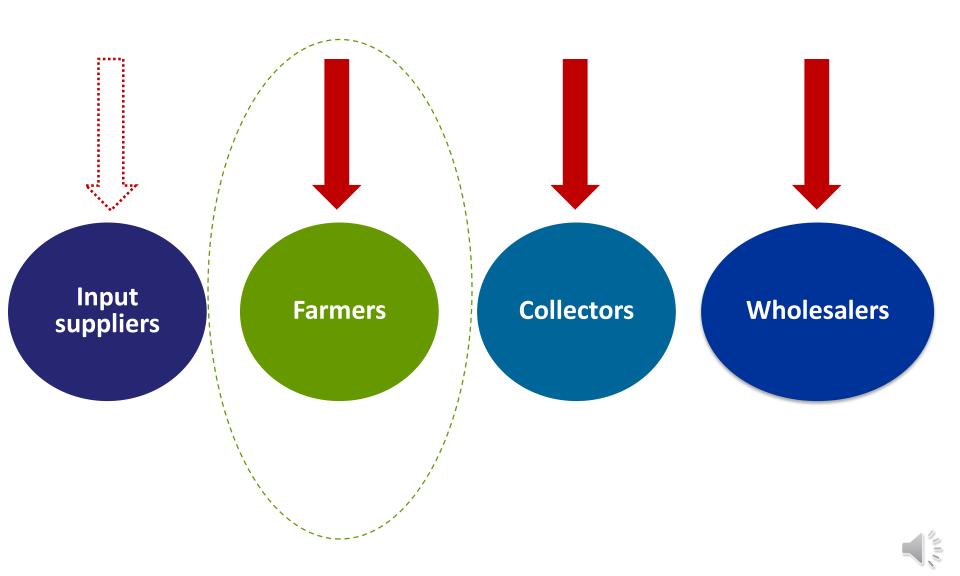
- High value: opportunity to supply Hanoi during the off-season (Jun -Sept)
- "Female" crop
- Easy to grow and relatively low input requirements / costs
- Cash flow over 7-8 months
- Leaves are a source of protein for animals
- Excellent erosion-control crop



## Initial challenges

- 1. No local tradition of commercial vegetable production
- 2. Limited ability to invest and high levels of risk aversion by local farmers
- 3. Crop perishability
- 4. No local vegetable trading network
- 5. Urban wholesalers require consistent daily deliveries
- 6. Strong competition from farmers in Tam Dao district

## Entry points for intervention

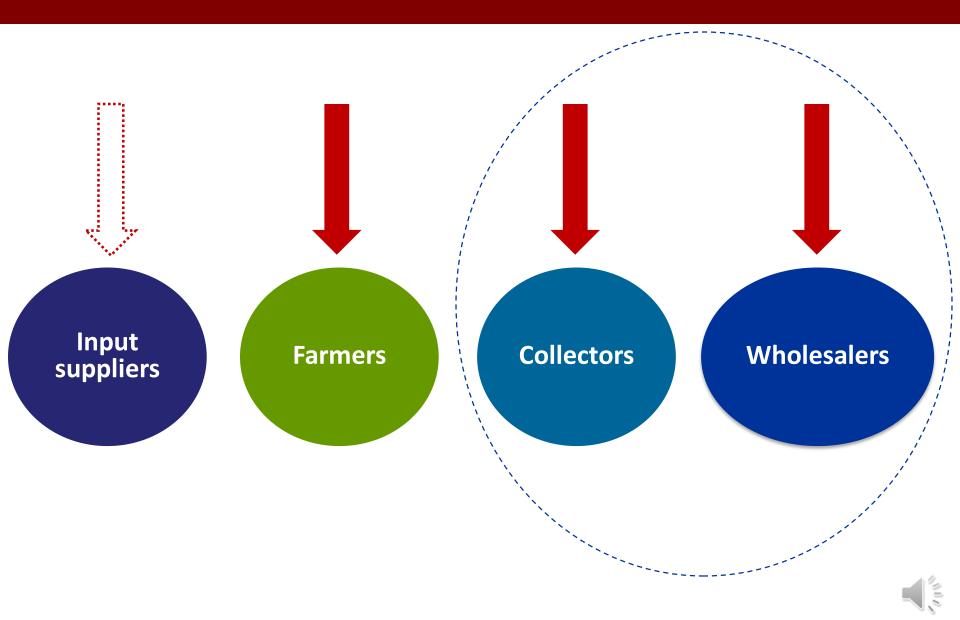


## crop production pilots

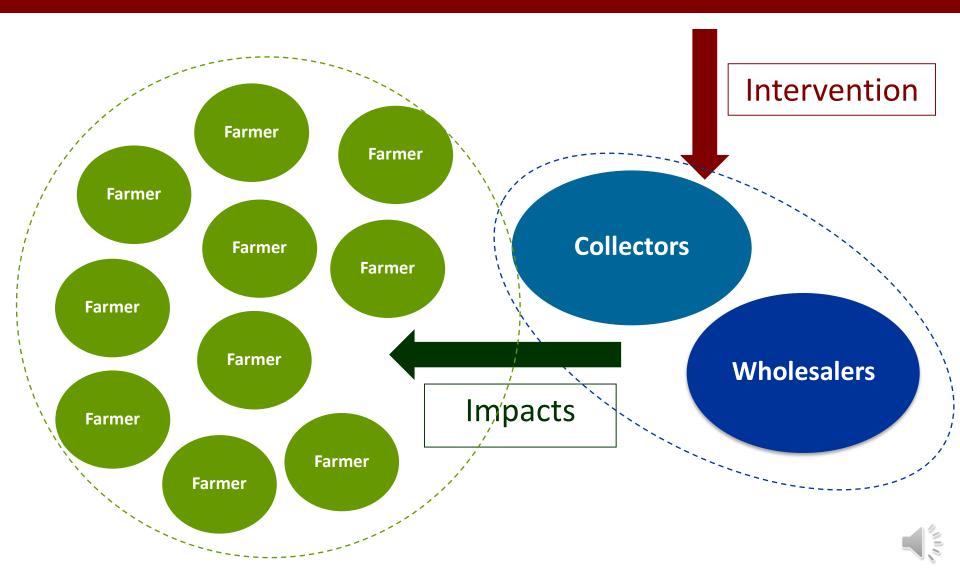
Sector 1

## farmer training, advisory services

#### Entry points for intervention



Indirect targeting strategies were very important for outreach and sustainability of outcomes and impacts



## mobilization of farmers to become collectors

1000

## market visits with collectors



## linking collectors to transportation and wholesalers



## Exchange of market information

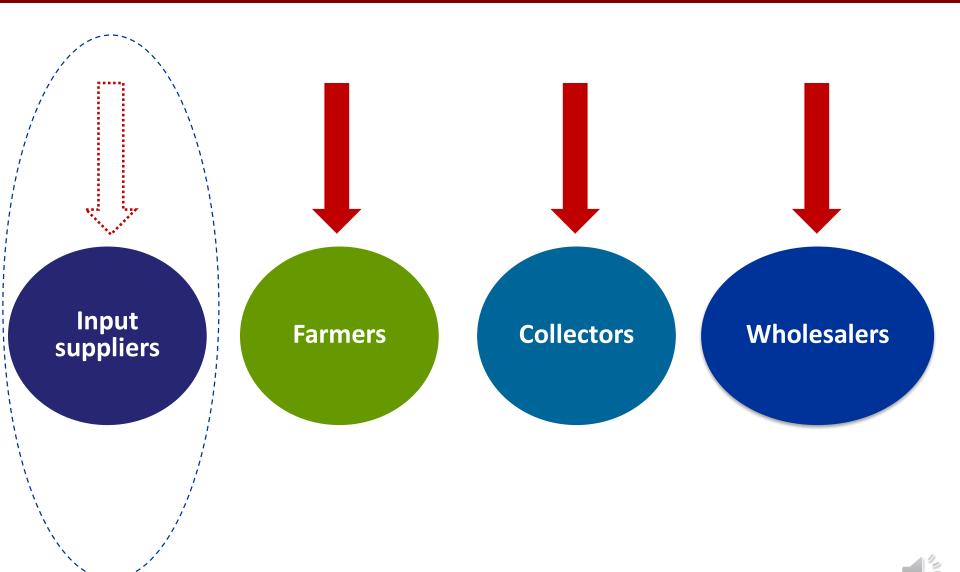


## facilitation of investment by urban traders

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## Entry points for intervention



#### linking collectors to input suppliers



# PHÂN NPK ĐẦU TRÂU 13-13-18-18-11E

 Jum (N)
 : 13%

 Lân (P,O)
 : 13%

 Vall (K,O)
 : 13%

 Vall (K,O)
 : 13%

 Vall (CaO)
 ≥ 1%

Magiê (MgO) ≥ Lưu huỳnh (S Zn, Fe, Cu, M

THÍCH HỢP VỚI TẤT CẢ CÁCLOẠI CÂY TP ĐẶC BIỆT LÀ CÂY ĂN TRU

Khối lượng tịnh: 50 kg

000

## Intervention Strategy

	2007-08	2008-09
Target markets	Hoa Binh	Hanoi Hoa Binh
Target chain actors	Motorbike collectors	Collectors Wholesalers
Subsidies	No direct subsidies or allowances to famers, collectors or wholesalers	
Role of CIAT	Market research Provision of market information Market linkage facilitation Advisory and mentoring services Policy advice	

## **Benchmarking for competitiveness!**





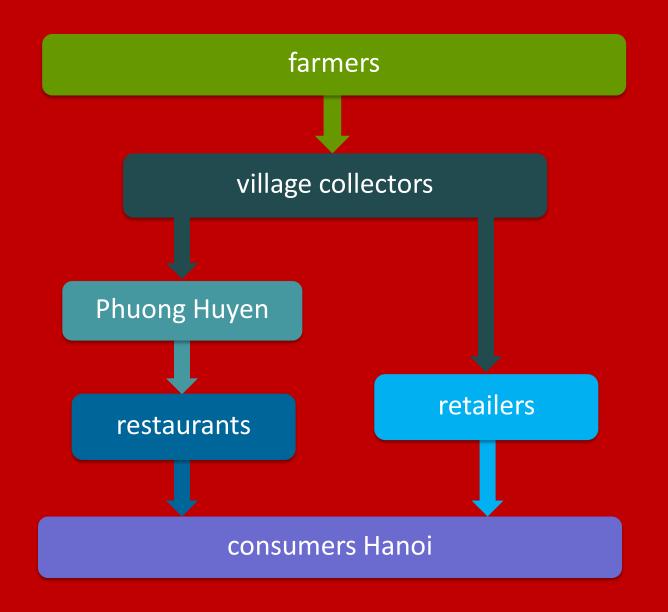


	2008	2009	2010
	5 collectors	9 collectors	16 collectors
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#### daily sales to retailers and consumers in Hoa Binh (2008)



## **Chayote Chain (2008)**





daily sales to one wholesaler in Long Bien (2009)

-



## **Chayote Chain (2009)**

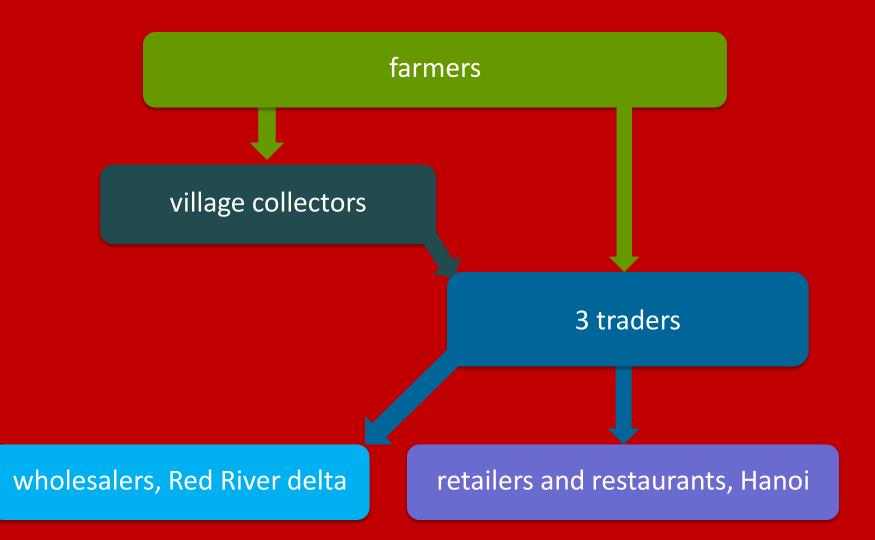




## daily sales to 3 traders (2010)

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## **Chayote Chain (2010)**





#### Smallholder sector (2010, one year after the project)

	Chayote shoots	Chayote fruit
No. villages	17	
No. farm households	>600	>150
Production area (ha)	16	5
Production (tons)	397	
Yield (tons/ha)	24.8	
Average price (VND/kg)	5,600	
Farm revenue (VND)	2,223,200,000	
Farm revenue (USD)	117,011	

#### "large" farms (2010, one year after the project)

	Crop portfolio (ha)		
Large farms	Chayote shoots	Chayote fruit	Other
Thao, chayote trader from Tam Dao	5	0	1.5
Long, trader from Hanoi	0	3	1
Quang, farmer from lowlands of Tan Lac	1.5	1.5	0.1
Total	6.5	4.5	2.6



#### market share (chayote shoots) in 2010 (1 year after the project)

2010		
Average daily consumption, Red River delta (tons)	8	
Average daily supply to Long Bien market (tons)	5	
Average daily supply from Hoa Binh to Long Bien (tons)	2.5	
Hoa Binh share of Long Bien market (%)	50	

# **Income Impacts**



direct income impacts in the smallholder sector, excluding chayote fruits and pigs (US\$)

2010		
Net farm income (smallholder sector)	80,000	
Collector' s net income	6,500	
Wage income	30,000	
Total net income	116,500	
Loss of maize income	12,500	
Loss of maize collection income	500	
Additional net income	103,500	
Additional net income per household	170	



# Some considerations and reflections



## How were the poor / ethnic minority / women targeted?

- 1. Geographical targeting
- 2. Crop selection
- 3. "Smart" (one-off) crop establishment subsidies
- 4. Type and location of training and advisory activities
- Criteria for selection of participants in exchange visits



## Social inclusion outcomes are influenced by many factors...



## Collective action, collectors and outreach



#### Traditional markets, supermarkets and outreach



## off-farm employment, income and livelihood options



## Ethnicity, gender and local trading networks



## Ethnicity, gender and local trading networks

