

CRS-Research on Alternative Livelihood: Agro-enterprise Approach



November 20, 2005

Discussion Outline

- Poppy growing area and season
- ASP strategy (Production, Processing and Marketing)
- Production (PEAR Approach)
- Lessons Learned
- New Challenges



Poppy Area





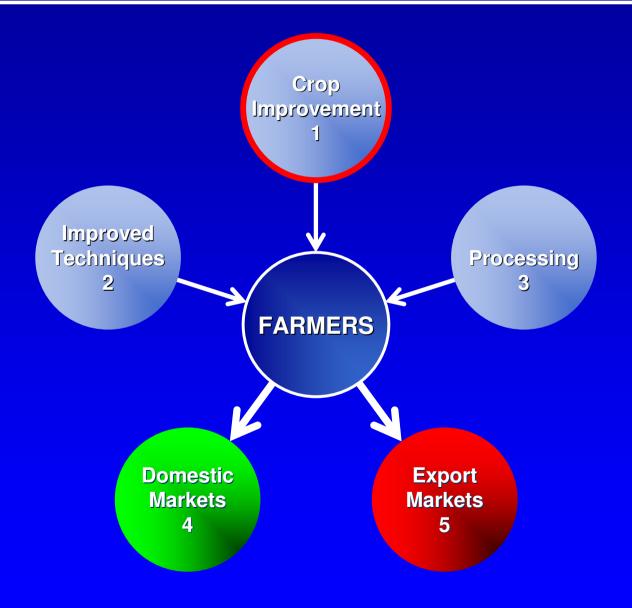
Agro-enterprise Support Program (ASP)

Improve economic security of farmers.

- Improve production technology.
- Introduce value-adding processing.
- Link farmers to markets.
 - Domestic markets.
 - International markets (i.e., US, India, Pakistan).
- PEAR approach for production Participation,
 Efficiency, Adaptation, and Redesign



ASP Enhancement Framework





Targeting Crop Improvement

Field Offices

- 16 National Agronomists.
- 22 Villages.
- 250 Farmers.
- Public Partnerships.

Demonstration Plots

- Saffron and Cumin.
- Vegetable Varieties.
- Nurseries.





Targeting Crop Improvement

Variety Tests

- Improve yield and quality.
- 12 tomato varieties.
- 2 garlic, onion, cotton.
- Turnip, squash, chickpea.
- Seed production okra, cucumber.

Training

- Stakeholder meetings.
- Field days.
- Market visits.







Targeting Crop Improvement

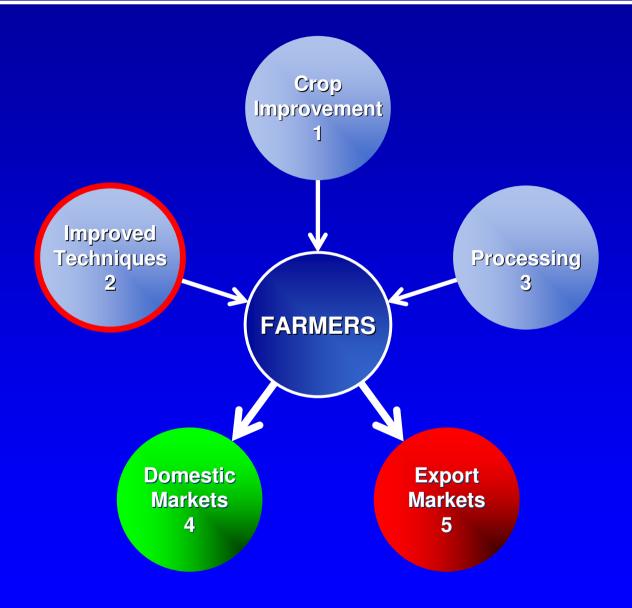
Women in Farming

- 2 women agronomists.
- 70 women farmers.
 - Demonstration Plots.
- 5 Self Help Groups.
 - Collective farming for income generation.
- 50 in saffron farming.





ASP Enhancement Framework





Improved Farming Techniques

Sowing.

Pest Management.

Composting.

Water Harvesting.





Improved Farming Techniques

Greenhouses

- 81 in 2004-2005.
- Winter Production.
- Higher Winter Prices.
- Import Substitution.
- Low cost.
- Iron Pipe.
- Mudwall.









Greenhouse Economics (Mudwall)

Const. Cost: \$300

Seed Cost: \$15

Other: \$300

Sq. Meters: 240

Plants/M: 4.5

Total Plants: 1,080

Final Kgs/Plant: 2.5

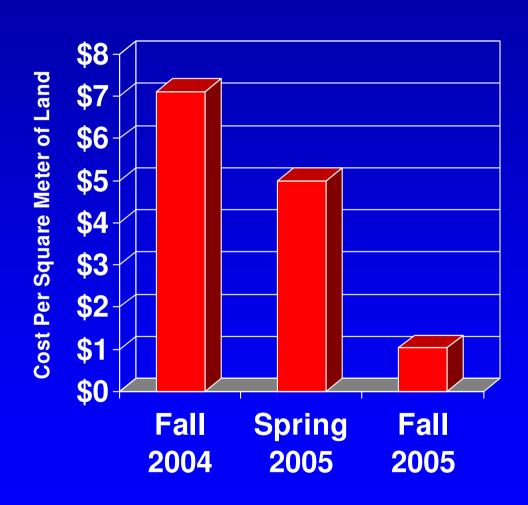
Total Kgs: 2,700

Winter Price: \$1/kg

Revenue: \$2,700

Profit: \$2,085

Improved Technology Reducing Cost

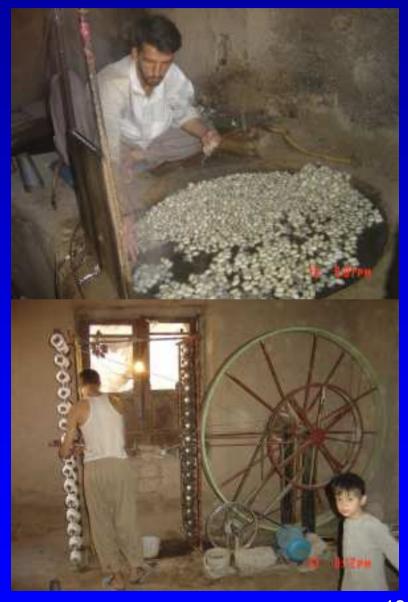




Sericulture

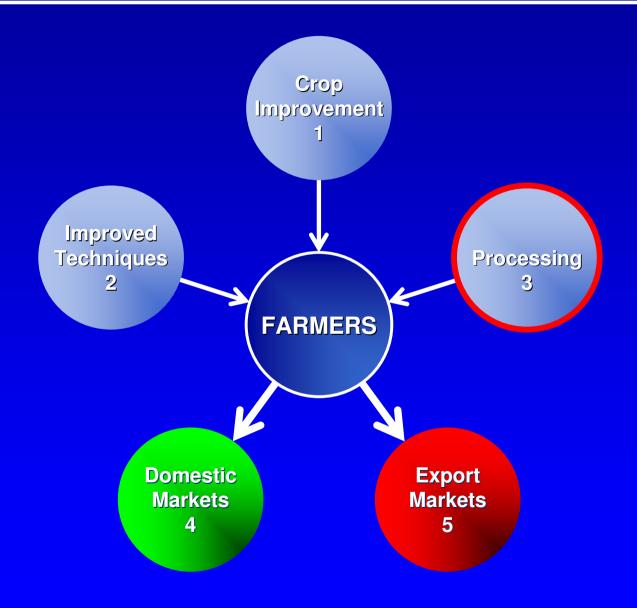
Silk-worm rearing.

- Second season research project.
 - 100 egg-boxes.
 - Prove to farmers late-season viable.
- Processing.
 - Silk thread for local and Iranian markets.
- Strong alternative livelihood.
 - 50 laborers per box.
 - About 40 kg per box at \$12/kg.





ASP Enhancement Framework





Processing Activities

Improved Livelihoods.

- Value-addition.
- Diversified Markets.
- Niche Markets.
- Reduced Wastage.
- Food Security.
- Literacy and Numeracy for Women.







Tomato Processing Example















Medium-Scale Processing

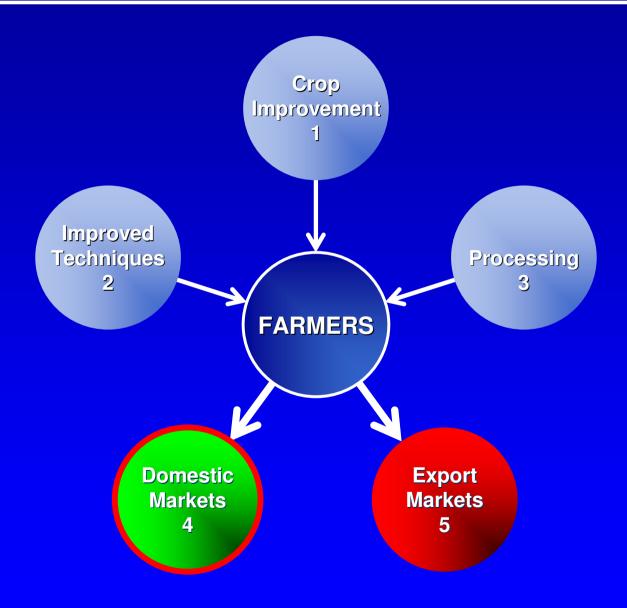
Karokh Tomato Processing Center

- \$70,000 investment.
- 15-20 tons of fresh tomatoes, tomato paste, and dried tomatoes daily.
- 400 women processors.
- 25% expected return.
- 1,700 farmer HHs.





ASP Enhancement Framework





Collective Distribution and Marketing

Improved bargaining power of farmers.

- Access to city markets.
- cost savings collective selling.
- Storage in Bazaar to prevent "panic" selling.
- Traders offer greater price with guaranteed quality supply.
- Over 20 MT of tomato daily collected and shipped in Sept.



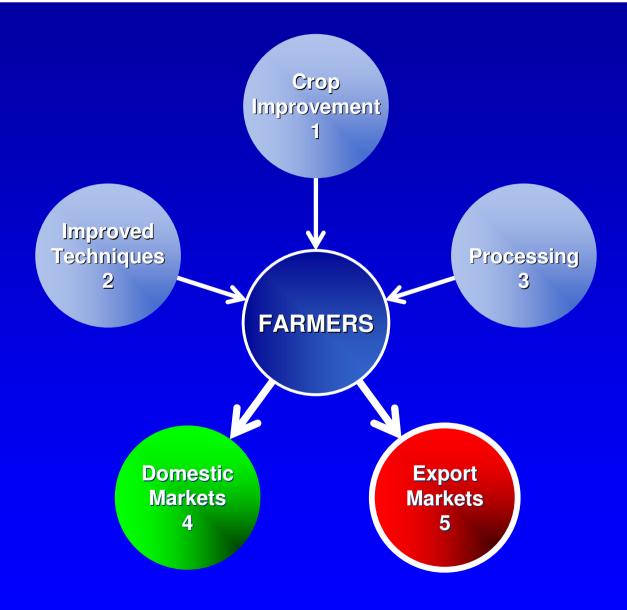


Other crops for domestic market

- Garlic (Local vs Chinese)
- Onion (Local vs Yellow Spanish)
- Squash (Holland)
- Turnip (Palpal Top)
- Cotton (S 108 vs Akola 151799)
- Chickpeas (Sweedish)
- Carrot (Mazhar local)



ASP Enhancement Framework





Export Markets

1 MT of cumin shipped to a US buyer.

- Consultant in US exploring market for cumin and saffron.
- Began discussions with boutique grocery outlets in US.





Saffron for Export

Saffron.

- 3.5 MT of saffron bulbs distributed
- 49 women farmers, 20 male farmers
- Field day held for farmers, university and government representatives and other NGOs
- Samples sent to US for quality and food safety testing
- Plans for test export of 20 kgs in Winter
- Training on post-harvest handling for export planned for December.



Lessons Learned

- All actors do not have equal bargaining power.
- PEAR approach is good for behavior change.
- Experimenting ability of farmers is very important.
- NRM like land and water resource care must go simultaneously.





Challenges

- Links to export markets.
- Better use of microfinance and small enterprise grants.
 - Need to overcome cultural/rural bias against loans.
 - Limited finance options available in Afghanistan.



New Challenges

- Business development services.
 - Marketing, Accounting, Business-plan Prep.
- Market information systems.
 - Real-time price information.
 - Database of key market indicators.
 - Consumer research.
 - Product testing.





Thanks from CRS-Research Team



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