Purchase for Progress (P4P)



TWO
YEARS
ON
September 2010

Connecting Farmers to Markets

Quick Facts about P4P



Beneficiaries: 500,000 farmers

Duration: 5 years (Sept 2008 - Sept 2013)

Total funding: US\$137 million for technical capacity for 5 years (food not included), including sub-grants to partners.

Key donors: Bill & Melinda Gates Foundation, Howard G. Buffett Foundation, European Commission, Governments of Belgium, Canada, Ireland, Luxembourg and the United States of America and the Kingdom of Saudi Arabia

Quick Facts about P4P



21 Pilot Countries

- Africa: Burkina Faso, Democratic Republic of Congo, Ethiopia, Ghana, Kenya, Liberia, Malawi, Mali, Mozambique, Rwanda, Sierra Leone, Sudan, Tanzania, Uganda, Zambia
- Asia: Afghanistan and Laos
- Latin America: El Salvador, Guatemala, Honduras, Nicaragua

Three Fundamental Components

Connecting Smallholder Farmers to Markets through Market and Agricultural Development

Innovative Procurement Modalities

- Pro-smallholder competitive tendering
- Direct contracting
- Forward contracting

Supply-side Partners

- Providing technical expertise in agriculture & market development
- Building capacity
- Empowering Women

Learning and Sharing

- Monitoring & Evaluation
- Lessons Learned/Best Practices
- Informing policy

By end of the pilot, will have identified approaches that can be scaled-up and become national programmes,

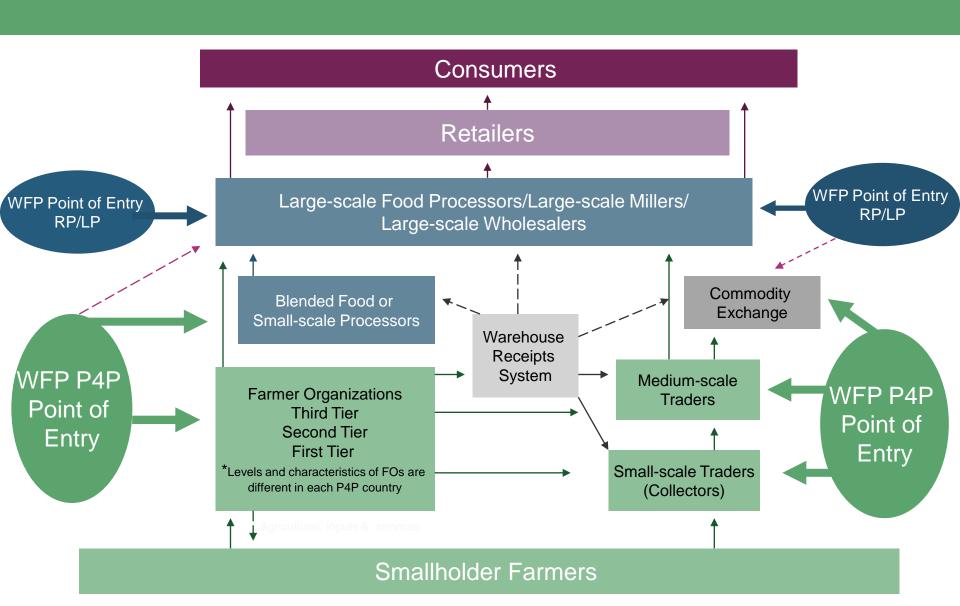
By end of the pilot, best practices will be mainstreamed into local procurement procedures.

WFP Local Procurement – the Foundation of P4P

Principles of acceptable, timely and cost efficient food procurement remain the same for P4P purchases

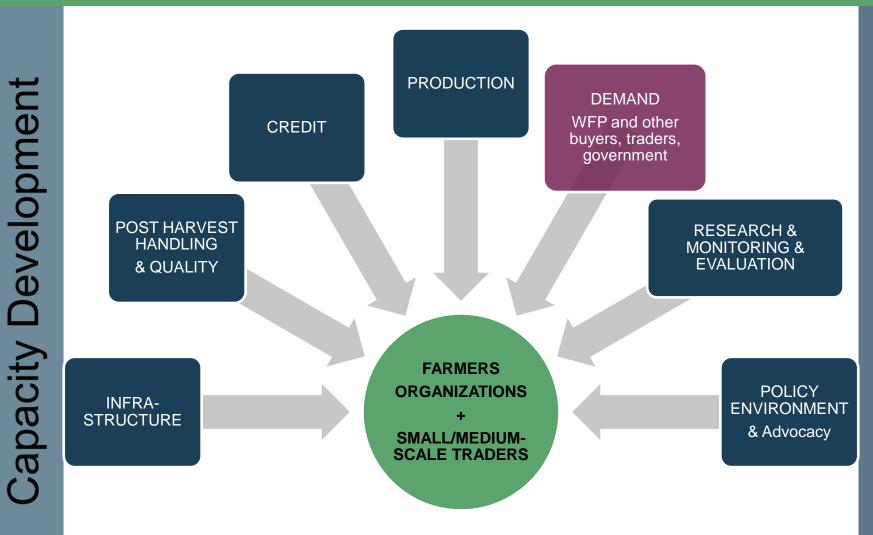


Targeted P4P Market Entry Points



Capacity Development

Reliance on Partnerships across the value chain



Improving Quality and Reducing Post-harvest losses



M&E Key Questions

| | Assessment Criteria | | | | |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------|--|------------------------------------|--|---------------------------|
| OBJECTIVES 1 & 2 What procurement modalities/platforms* best support capacity building and create an enabling environment for procurement from smallholder farmers? | Group marketing capacity | | Production / productivity response | | Livelihood improvement |

^{*}Modalities include direct and forward contracts, soft tendering, warehouse receipt systems, commodity exchanges

OBJECTIVES 3 & 4

What is the best way for WFP to balance the risks and costs associated with pro-smallholder procurement in order to optimise and transform it's local procurement practices?



food

procurement, timeliness. Market cost, development efficiency and impact quality/safety of procured

Impact on livelihoods of smallholder farmers

Main Achievements

Farmers Involved

Over **700** farmers' organizations representing **1 million farmers** have been targeted, of which, 140 groups have sold food commodities to WFP to date

Capacity Building

- **37,000** farmers, warehouse operators and traders trained in skills (organization management, farming techniques, quality control & post harvest handling)
- **820** WFP and partner staff members trained

Partnerships

Working with approximately **160** different partners including, Government (ministries & other agencies), UN agencies, financial institutions, local and international NGOs

Food Purchases

90,000 metric tons of food contracted in **17 countries**

Learning and Sharing

- Monthly newslettter
- A comprehensive M & E system
 Technical Review Panel of independent experts
- Stakeholder Meetings in pilot countries, region and global Annual Review

Challenges

- Smallholder access to credit for staple crops
- Changing mindsets farming as a business for staple crops and developing capacity
- Reaching women farmers

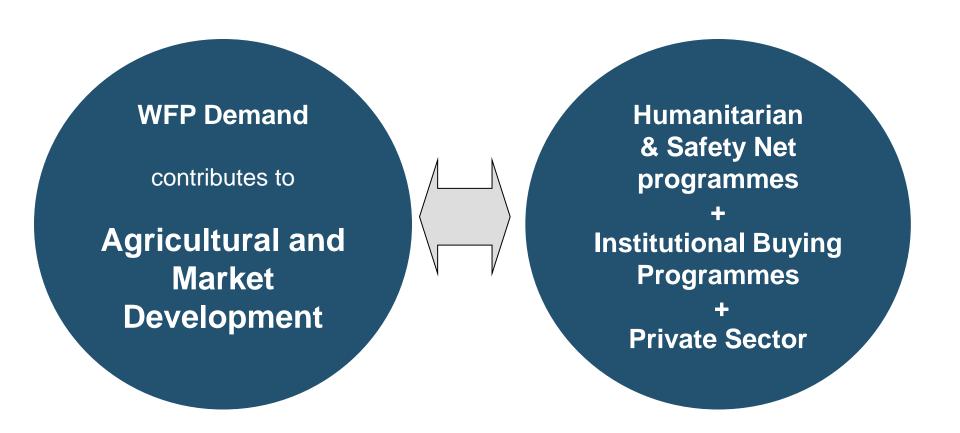




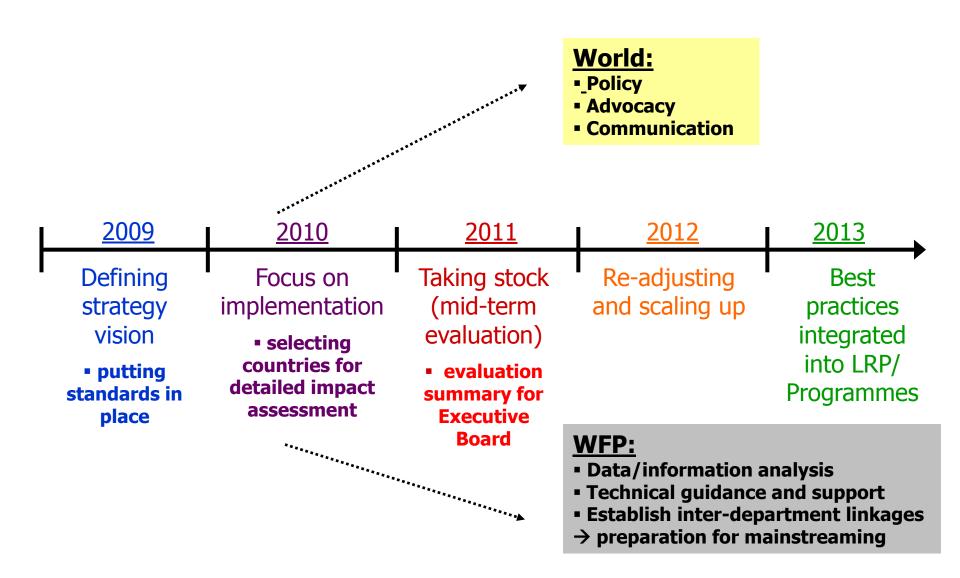




WFP demand base is a catalyst



P4P – a five year pilot



http://www.wfp.org/purchase-progress/

http://foodquality.wfp.org

