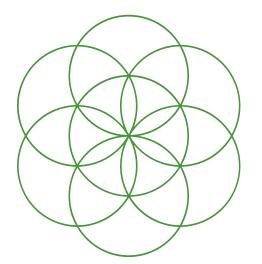




### Partnerships for Sustainable Investments in Agriculture

**Reginald Lee** 





**Introducing Grow Asia** 

GrowAsia

Catalyzed by:

WORLD ECONOMIC FORUM Endorsed by:



Funded by:



Department of Foreign Affairs and Trade



Canada

Deutsche Sesellschaft für Internationale Zusammenarbeit (GIZ) GmbH

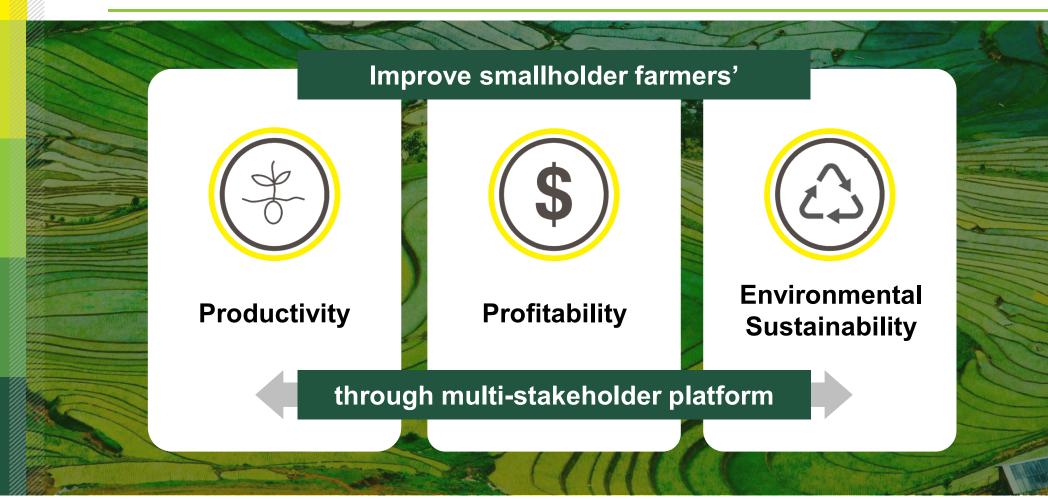


Schweizerische Eidgenossenschaft Confédération suisse Confederazione Svizzera Confederaziun svizra

Swiss Agency for Development and Cooperation SDC

#### **Our Core Mandate**





#### Regional Secretariat

#### **Country Partnerships**

#### Working Groups

## **3 Principal Pathways**

...convener and coordinating body, mobilizing senior leadership and commitment, addressing region-wide themes

...as national-level PPP platforms and dialogue

...multi-stakeholders engaging in **direct interventions** along the value chain or **sectoral coordination** of dialogue and action





## The Grow Asia Network: Linked Globally



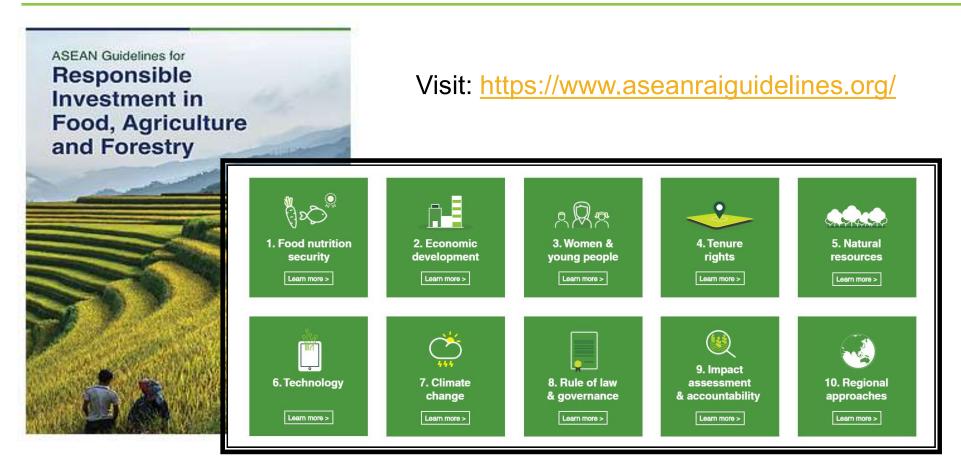


#### **Our Working Groups' Footprint**

Commodities	VNM	IDN	MMR	PHL	KHM	PNG	Cross-Cutting Issues VNM IDN MMR PHL KHM PNC
Beef							Agro-chemicals
Cashews							Agri-finance
Сосоа							Agri-inputs
Coconuts							Land Access
Coffee							Learning Alliance
Corn							Mobile services/Digital
Dairy							SMEs
Fisheries / Aquaculture							Vocation Training
Fruits and Vegetables							
Livestock							
Palm Oil						(	
Pulses							
Rice							18 commodities
Rubber						P	
Soybean							8 cross-cutting issues
Spices / Pepper							
						/	
Sugar							

## The ASEAN Guidelines for Responsible Investment in Food, Agriculture & Forestry (FAF)







### **Increasing Investment Quality, not just Quantity**

## Investment in FAF is a critical way to:

...provide employment and livelihoods

...reduce poverty

...improve food & nutrition security

...encourage economic transformation

#### But risks/challenges include:

...displacement, resettlement & land issues

...low quality jobs & gender inequity

...insufficient attention to climate change & environmental degradation

...governance failures & disputes

#### The Guidelines Seek To:



Attract responsible investment

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Balance rights and interests of all stakeholders

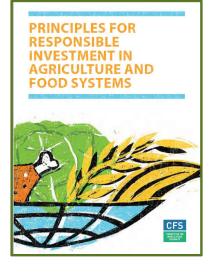


Create a guidance framework

Establish a reference for

behaviours and decisions

- Based on the CFS-RAI
  - Non-binding and to be applied alongside national laws
- Aligned with other global guidelines and SDGs



GrowAsia



### Example – Guidelines 1: Food Security, Safety & Better Nutrition



Pursuing SDG 2 (ending hunger) & related ASEAN goals. Securing sustainable supplies of affordable, safe & nutritious food

Roles for Governments Providing an enabling environment Sector plans & food security strategies. Food fortification programs Rural financing to improve access to markets & infrastructure Monitoring Roles for Investors

Assessing a project's impact on local food security and mitigating any adverse effects

Community consultations

Providing decent, stable, well-paying jobs Paying fair prices



#### **Roles for Other Stakeholders in ASEAN RAI**

# Smallholders and SMEs

Applying guidelines to the highest degree possible

#### Civil society groups

Reflecting and implementing the guidelines in workstreams and programmes

#### Communities

Using an inclusive, representative body to engage with investors and promote rights

#### **Financial sector**

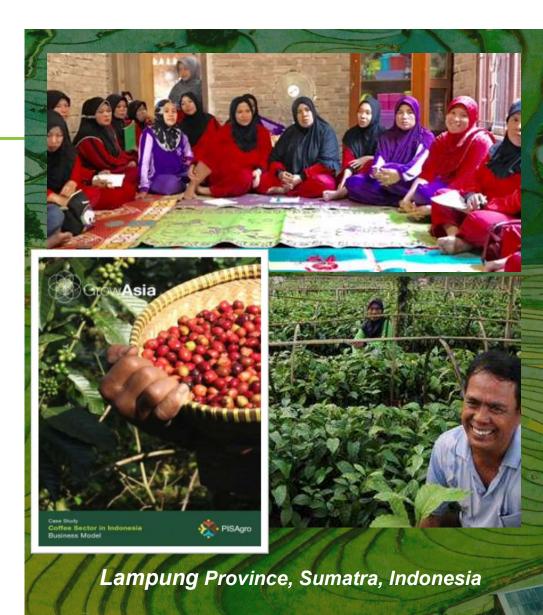
Funding investments that adopt the principles inherent in these guidelines

#### **Case Study: ID, Coffee**

- > Offtaker driven
- Benefiting ~20,000 farmers
- Organized into eight groups in partnership with SME traders
- > Nestlé lead firm, with ~12 other partners
- Yields increased from 0.8kg/ha to 1.2-1.3 tons/ha per annum
- 80%+ increase in net farm income (US\$600 per annum per farmer or US\$12 million annually)
- US\$15-16 million per annum of additional income into the rural economy

#### Download the case study:

http://exchange.growasia.org/case-study-coffeesector-indonesia-business-model

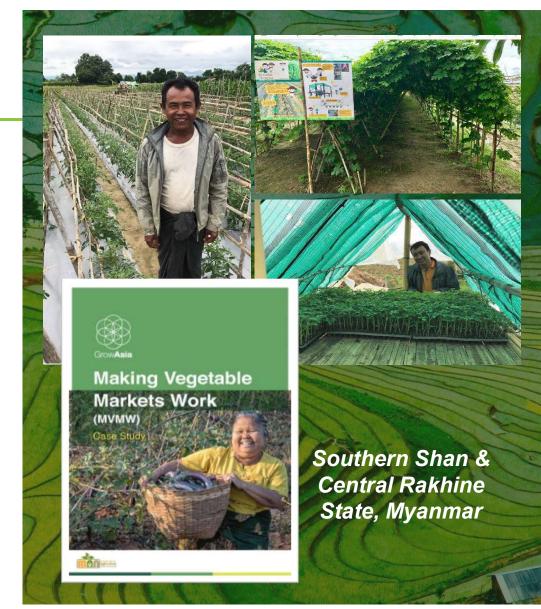


#### Case Study: MM, Veg

- > Input supplier driven
- Led by Mercy Corps, Swisscontact and East-West Seed, along with 35+ market actors
- Benefiting 25,663 farmers
- Introduced improved vegetable technology; seed, good practices, mulch, raised beds, modular transplants
- Used voucher scheme to de-risk first use for small holders
- Increased farmer incomes by an aggregate of US\$14.8 million

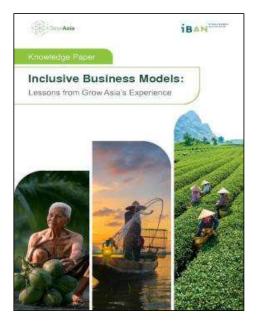
#### Download the case study:

http://exchange.growasia.org/case-study-makingvegetable-markets-work-mvmw









http://exchange.growasia.org/inclusivebusiness-models-lessons-grow-asiasexperience The ASEAN RAI Guidelines complements Grow Asia's existing work on building market-driven, livelihood enhancing, inclusive value chains, and extends it to building trust, working with policymakers, strengthening local communities and conserving the environment, especially in the context of climate change