

# **PROJECT INFORMATION SHEET**

PIP No :

1233

(To be allocated by MOP)

## **PART A : BASIC PROJECT INFORMATION**

(Must be completed in all cases)

1. PROJECT NAME: **Supplementary Project on Poverty Reduction Cooperation Pilot Project China-Cambodia in Svay Ompear Commune, Kandal Province, Cambodia (Project is expected to complete in 2023)**
2. PROJECT DATES:
- PROJECT START: **12/1/2021**
- ESTIMATED COMPLETION: **5/31/2023**
3. TOTAL PROJECT COST: **\$465,000**
4. RESPONSIBLE MINISTRY: **Ministry of Rural Development**
- RESPONSIBLE UNIT: **Project Implementation Unit**
- អង្គភាពទទួលខុសត្រូវ: **អង្គភាពអនុវត្តន៍គម្រោង**
5. PROJECT STATUS: **Completed**

## **DETAILED PROJECT INFORMATION**

6. TYPE OF PROJECT: **Investment project**
7. SOURCE OF PROJECT FUNDING: **Grant**
8. THE POLICY AREA OF THE PENTAGON STRATEGY PHASE I THAT THIS PROJECT FALLS UNDER: **V**
- Side 2. Promotion of Micro, Small, and Medium Enterprises, Startups, Entrepreneurship, and Development of Informal Economy**
9. THE CONTRIBUTION OF THE PROJECT TO ACHIEVE THE ABOVE POLICY:
- The project aims to improve living standard of the rural poor which contribute to the economic and social development, enhance wellbeing of people and narrow the gap between the poor and the rich as well as promoting sustainable development. The project is going to expand production capacity cooperation in areas such as supporting industries, machinery and equipment to tackle challenges faced by communities' economies.**
10. SUPPORT TO CAMBODIA INDUSTRIAL DEVELOPEMENT POLICY:
- Does this Project support to the implementation of the Cambodia Industrial Development Policy? **No**
11. SECTOR:
- Rural Development** **Poverty Reduction through Economic Diversification**
12. PROJECT LOCATION: (Describe the location of the project and its components.)
- Kandal,**
13. PROJECT OBJECTIVE: (Describe the major purpose of the project.)
- **Generate local household income for poverty reduction**
  - **Improve the quality of management and business development**
  - **Exchange knowledge, skills and experiences on Small Business Development**
  - **Create and sustain culture of cooperative living for inclusive and rapid development**
  - **Contribute towards social empowerment by engage all sections of the community in the task of village development.**
14. PROJECT DESCRIPTION: (Provide a description of the project and all its components.)

- Improve living conditions of the poor
- Establish and Promote business cooperatives and strengthening their capacity
- Identify potential business for the poor; and
- Study on product value chain.

There are 4 main components:

1. Rural Infrastructure Development
2. Establishment of Business Cooperatives and Livelihood Improvement
3. Capacity Building for Community and Officials
4. M&E and Project Promotion

15. PROJECT JUSTIFICATION: (Give reasons why this particular project is considered worthwhile.)

Cambodia is one of developing countries in South-East Asia. Since the end of its long civil war, most of people in the rural areas has lived below standard of living and they have strongly relied on traditional agriculture. Moreover, some communities have encountered many challenges such as lacking of agricultural technologies, entrepreneurial skills and agriproduct market, etc. Because they are mostly farmers, one of the most challenge of local community is accessing their agriproducts to markets. As a result, the middlemen take the opportunities to gain the benefits from local community by setting up the price lower than the actual market. Most of the poor are limited of education, knowledge, skills and creativeness in doing business, so they feel hesitate and afraid of doing it. The increase of migration to the urban causes the lack of labor and low productivity in the rural areas, but make the urban overpopulation. Sense of community cooperatives is one of the ways to help them get rid of poverty and able them to be united, reduce of migration to the urban and be stronger in managing cooperative business. This project will scale up activities in the same targeted areas right after the completion time of the pilot project in 2020. It will push more potentials in the villages and to sustainable the development in the area. The project is also aiming to provide rejuvenation of living environment and infrastructure, adapt technologies and equipment necessary for increasing productivity in the rural cooperative businesses. The project will provide more capacity building and business development which contribute to improve the quality of management and small business development. The project proposes to have initiative start up for businesses in the targeted areas with skill training and other supporting services for the participants.

16. BENIFITS: (Who will benefit, directly and indirectly, from the project?)

- Identified poor people in the targeted areas
- Local communities in the targeted areas
- Wholesalers and Retailers in the business
- Government officials both national and subnational levels
- Lancang-Mekong Cooperation's country members

17. FEASIBILITY STUDY

Is a Feasibility Study for the project required? **No**

If YES, has it been carried out? **Not yet**

18. SOCIAL & ENVIRONMENT IMPACT: (Briefly describe the effects of the project, if any, on the people and the surrounding enviroment. Will the project assist in alleviating poverty?)

- The project involves the community in order to make as the ownership of the project. And this matter will help them to be self-managed in some projects in the future as they will gain skills and knowledge which the project provides.
- The project promotes the cooperative sense in the community, for this is also maintain the project's objectives. Providing them with mindset change, capacity building, and best practices will strengthen the sustainability.
- The project also helps the community to conduct and follow some rules and regulations because those will prevent some arguments in benefit sharing.
- Subnational level, local government, and other relevant parties will monitor and facilitate some community's activities after project completion

19. CLIMATE CHANGE

a. Is any activity or output of the project related to Climate Change? **Yes**

If Yes, please indicate **Both**

b. How is the project relevant to Climate Change?

Please select a Climate Change related sector of the project and fill up the contribution of the climate change related expenditure compared to the total project cost.

Climate Change-Related Sector	Percentage	Climate Change Relevance
<b>18. Livelihoods (general)</b>	<b>80</b>	<b>Very Significant</b>

20. DISASTER RISK REDUCTION

Is any activity or output of the project related to Disaster Risk Reduction? **Yes**

If Yes, please indicate

**Mitigation**

21. GENDER ANALYSIS: (How does the project affect the roles of the men and women in the project area? Will women be actively involved in the implementation of the project?)

- **The project involves the community in order to make as the ownership of the project. And this matter will help them to be self-managed in some projects in the future as they will gain skills and knowledge which the project provides.**
- **The project promotes the cooperative sense in the community, for this is also maintain the project's objectives. Providing them with mindset change, capacity building, and best practices will strengthen the sustainability.**
- **The project also helps the community to conduct and follow some rules and regulations because those will prevent some arguments in benefit sharing.**
- **Women are encouraged and highly considered.**

22. CAPACITY TO IMPLEMENT: (Does the Ministry have the skills and experience required to implement the project?)

**Technical Officers from Department of Rural Economic Development**

23. STATUS OF PROJECT IMPLEMENTATION: (Provide a brief update on the progress of the project to date. Discuss any major problems causing delays in project implementation.)

- **As of March 2021, the project is under revised of its plan since there are some changes in the target areas during the outbreak of covid-19. That causes some activities not be able to implement and the new activities are proposed instead.**
- **Since December 2021, Project has started its implementation.**

24. PROJECT PRIORITY: (Please indicates the priority ranking of the project decided by the ministry/agency.)

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25. DONOR INVOLVEMENT: (Provide any information on current or potential donor involvement in the project.)

**Mekong-Lancang Special Fund**

**PART B : PROJECT COSTS AND FUNDING SOURCES**  
(In US\$'000)

INVESTMENT COST	2022		2023 Budget	2024 Estimate	2025 Estimate	2026 Estimate	3yr Total 2024-2026	Recurrent Cost Est.
	Budget	Actual						
<b>Operational Expenditure</b>	43.8	23.9	19.9	0.0	0.0	0.0	0.0	0.0
Salaries	29.2	14.6	14.6	0.0	0.0	0.0	0.0	0.0
Materials + Admin	6.0	5.0	1.0	0.0	0.0	0.0	0.0	0.0
Other	8.6	4.3	4.3	0.0	0.0	0.0	0.0	0.0
<b>Capital Expenditure</b>	421.2	233.4	187.8	0.0	0.0	0.0	0.0	0.0
Construction	169.4	169.4	0.0	0.0	0.0	0.0	0.0	0.0
Consultancy (i.e. TA) + Admin	27.0	6.0	21.0	0.0	0.0	0.0	0.0	0.0
Equipment+ Furniture	161.0	56.0	105.0	0.0	0.0	0.0	0.0	0.0
Training	63.8	2.0	61.8	0.0	0.0	0.0	0.0	0.0
Other	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<b>TOTAL COST</b>	465.0	257.3	207.7	0.0	0.0	0.0	0.0	0.0
FUNDING SOURCES	2022		2023 Budget	2024 Estimate	2025 Estimate	2026 Estimate	3yr Total 2024-2026	
	Budget	Actual						
<b>Project Revenue</b>	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
<b>Government Funding</b>	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
Cash Input	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
Other Resources	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
<b>Donor Funding</b>	465.0	0.0	207.7	0.0	0.0	0.0	0.0	
China	465.0	0.0	207.7	0.0	0.0	0.0	0.0	
<b>TOTAL COMMITTED FUNDING</b>	465.0	0.0	207.7	0.0	0.0	0.0	0.0	
<b>FUNDING REQUIRED</b>	0.0	257.3	0.0	0.0	0.0	0.0	0.0	
(Total Cost - Funding Available)								

**Seen and Approved by  
Minister**

(Signature)

Date :