Integrated Agro Industrial Parks (IAIP) - Ethiopia

Presentation
7th Project Steering Committee
June 01, 2015

Funding Agency

Key Partners

Consultant
## Agendas

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<td>Introduction of participants and Agendas</td>
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<td>09:10 – 09:20</td>
<td>Progress Report on IAIP Project</td>
<td>NPC</td>
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<td>09:20 – 09:40</td>
<td>Study Tour Report</td>
<td>Dr. Fasil Reda</td>
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<td>09:40 – 12:00</td>
<td>IAIP Feasibility Study &amp; Business Plan Reports</td>
<td>MACE</td>
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<td>12:00 – 13:00</td>
<td>Discussions</td>
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<td>13:00 – 14:00</td>
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1. Project Description
2. Project Management
3. IAIP Implementation Phases
4. Progress Status
5. Next Steps
1. Project Description

Project (SAP) No.: **130164**

**Project Title:** Preparation of feasibility study & business plan for piloting Integrated Agro-Industrial Parks (IAIP) in Ethiopia

**Total Budget:**
- Euro 350,000 - Italian Development Cooperation
- Euro 100,000 - UNIDO
- USD 190,000 - FAO
- Euro 119,900 - UNDP

**Implementing partners:**

Federal Ministries: **Mol, MoA**

UN Agencies: **UNIDO & FAO**

**Start Date:** March 2014
2. Project Management

Project Steering Committee (PSC):

- Ministry of Industry (MoI), Lead Ministry
- Food, Beverages & Pharmaceuticals Industries Development Institute (FBPIDI)
- Ethiopian Meat & Dairy Industries Development Institute (EMDIDI)
- Ministry of Agriculture (MoA)
- Agricultural Transformation Agency (ATA)
- Food & Agriculture Organization (FAO)
- United Nations Industrial Development Organization (UNIDO)
- Italian Development Cooperation (IDC)
- United Nations Development Program (UNDP)
- Representatives of Regional Governments, Oromia, Amhara, Tigray, SNNP
- Representatives of other development partners, private sector or organizations can be invited as observers with prior agreement of the PSC
The establishment of the IAIP is divided into four phases and the first two Phases are being implemented according to the Project Document signed.

Phase 1: Create a short list of potential locations for the IAIP (Done)

Phase 2: Prepare a detailed Feasibility Study and Business Plan for the IAIP (Done)

Phase 3: Organize an investment forum for local and international investors (Ongoing)

Phase 4: Construction of the IAIP and the associated Rural Transformation Centers (RTCs)
4. Progress Status

- Commodities prioritization: (i) Production potential & surplus; (ii) Market potential; (iii) Industrial commodities; (iv) Foreign revenue generation / import substitution

- The commodities prioritized/selected are: Coffee, Livestock, Cereals (maize, wheat, barley, etc.), Oilseeds (sesame), Pulses, Fruit & Veg., Honey. Most of the commodities are aligned with ATA’s (2013) & UNIDO/FAO (2009) studies

- Alignment had been made with previous efforts on corridor delineation by regional states, ATA & horticulture development and sugar plantations

- Based on a scientific methodology & criteria set, 17 agro potential areas (Agro Industrial Growth Corridors) have been identified across the country
List of the Potential Agro-Industry Growth Corridors

<table>
<thead>
<tr>
<th>S.N</th>
<th>Region</th>
<th>Corridor Name</th>
<th>Zones</th>
<th>Zones #</th>
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<tbody>
<tr>
<td>1</td>
<td>Tigray</td>
<td>Western Tigray</td>
<td>W. Tigray, NW Tigray</td>
<td>2</td>
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<tr>
<td>2</td>
<td>Tigray</td>
<td>Southern Tigray</td>
<td>Southern Tigray</td>
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<tr>
<td>3</td>
<td>Amhara</td>
<td>SW. Amhara</td>
<td>W. Gojam, E. Gojam, Awi</td>
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</tr>
<tr>
<td>4</td>
<td>Amhara</td>
<td>North Gondar</td>
<td>North Gondar</td>
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</tr>
<tr>
<td>5</td>
<td>Amhara</td>
<td>Eastern Amhara</td>
<td>N. Shewa, S. Wollo</td>
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<tr>
<td>6</td>
<td>Oromia</td>
<td>C. Eastern Oromia</td>
<td>E. Shewa, Arsi, W. Arsi, Bale</td>
<td>4</td>
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<td>7</td>
<td>Oromia</td>
<td>NW. Oromia</td>
<td>SW Shewa, W. Shewa, Horo Gudru, E. Wollega</td>
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<tr>
<td>8</td>
<td>Oromia</td>
<td>Western Oromia</td>
<td>Jimma, Illubabor, W. Wollega</td>
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<td>9</td>
<td>Oromia</td>
<td>Eastern Oromia</td>
<td>W. Harergh, E. Harergh</td>
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<td>10</td>
<td>Oromia</td>
<td>South Oromia</td>
<td>Borena</td>
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<td>11</td>
<td>SNNP</td>
<td>Eastern SNNP</td>
<td>Sidama, Gedeo</td>
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<tr>
<td>12</td>
<td>SNNP</td>
<td>Northern SNNP</td>
<td>Yem, Hadiya, Gurage, Siliti, Kembata Tembaro</td>
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<tr>
<td>13</td>
<td>SNNP</td>
<td>Southern SNNP</td>
<td>Gamo Gofa, South Omo</td>
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<td>14</td>
<td>Benishangul</td>
<td>NW Benishangul</td>
<td>Metekel</td>
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<td>15</td>
<td>Gambela</td>
<td>Agnwak</td>
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<td>16</td>
<td>Afar</td>
<td>S.E Afar</td>
<td>Zone 1</td>
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<td>17</td>
<td>Somali</td>
<td>North Somale</td>
<td>Shinele and Jijiga</td>
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4. Progress ...

- Mahindra Consulting Engineers (MACE) signed contract for conducting Feasibility Study & Business Plan preparation for 4 IAIPs
- Based on the selection criteria, four AIGCs were selected for piloting
  1. Central Eastern Oromia
  2. Southwest Amhara
  3. Eastern SNNP
  4. Western Tigray
- Following the pilot AIGCs selection, the four Regional States were communicated & workshops were held to the regional authorities & experts on the work done on AIGCs & IAIPs
- Together with the regional states, completed selection of specific sites for the IAIPs (parks) in all four Regions
4. Progress ...

- The selection & location of RTCs within AIGCs and the study of Value Chain Analysis of the selected commodities & RTCs in the 4 AIGCs is completed and submitted to MACE for incorporation into feasibility studies.

- Conducted site visits and all needed information collected for the selected sites and all 4 studies are now being completed and received draft reports for:
  1. Central Eastern Oromia &
  2. Western Tigray

- Conducted Study Tour (20 April – 02 May, 2015) in Malaysia, Vietnam & Thailand for High Level Federal & Regional Policy makers.
5. Next Steps

• Reviewing of the Draft Reports by implementing partners

• Presentation and validation of the Feasibility Study & Business Plan at Federal & Regional levels

• Incorporation of inputs from reviews and completion of the Feasibility Study & Business Plan by MACE

• Presentation of the Feasibility Study & Business Plan to PM & Ministerial Committee

• Follow up Phase 3 i.e. Organize an investment forum for local and international investors

• Formulation of **Phase 4: Construction of the IAIPs and the associated Rural Transformation Centers (RTCs)**, which is the IAIP Project Implementation Phase & securing resources from IDC & others
Thank you