

Smart Water for Agriculture Program (SWA)

Webinar: April 24, 2018















Smart Water for Agriculture: At a glance

Development Investor



Investment Period: April 2016 – Dec 2019

Investment Value: Euro ~6 million





Background:

Irrigated Agriculture Market Landscape in Kenya

FAO Reports



33% of land in Kenya

is used for agriculture and is largely under rainfed agriculture



2.7 million people in Kenya

are experiencing food insecurity due to increasingly frequent droughts



Kenya has 353,000 ha.

of potential irrigable land with irrigated area having reached only 165,900 ha.



53% of total irrigation potential in Kenya remains untapped

SWA Research



Systemic and Market Barriers hinder irrigation

growth in Kenya



90% of the SWA farmers

are using some form of irrigation and have the potential for uptake of new solutions (of the 544 farmers interviewed)



76% of all SWA farmers

have access to finance, but only 12% have received credit



The sector offers significant market opportunities for companies if well managed



Smart Water for Agriculture Program

Our commitment



20,000 SME farmers
(50% women) adopt
Smart Water Solutions to improve their income and livelihood

20% increase in water productivity

At least 10 Dutch-Kenya private sector business linkages tailored to the needs of SME farmers facilitated



Our key client: The entrepreneurial farmer



Irrigates cash crops (0.25 to 12.5 acres)

Has significant and predictable cash flow

Is market engaged

Is not 'just' a target farmers, but is at the forefront of exchange and learning



Our Approach

Irrigation
Acceleration
Platforms

Improving
Access to Smart
Water Solutions
(SWS)

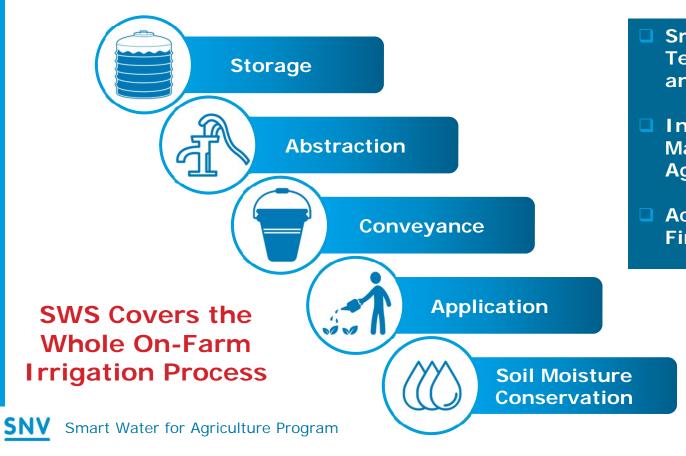
Increasing
Access to
Finance for
SME Farmers

Creating
Demand for
SWS through
Increased
Access to
Knowledge

Strengthenin g Business and Market Linkages in SWS Sector



Overview of Smart Water Solutions Package



- Smart WaterTechnologies, Productsand Services
- Innovative Water
 Management and
 Agronomic Practices
- Access to Market,Finance and Knowledge

Our approach and resources





Outcome Area	Indicator	2017 Target	2017 Actual	2016-2019 Target
Outcome Area 1: Developed Irrigation Acceleration Platforms which stimulate private sector driven, market led, innovation and	No. of SME women and men farmers and suppliers of smart water solutions engaged in irrigation platforms	5,000	5,560	20,000
business collaboration tailored for SME farmers	No of SWS suppliers providing services to SME farmers	50	188	200
	Business linkages facilitated	10	17	30



Outcome Area	Indicator	2017 Target	2017 Actual	2016-2019 Target
Outcome Area 2: Improved access to and use of Smart Water Solutions	No. of farmers with access to / using SWS	3,000	4,782	20,000
	No. of SW Solution providers responding to specific needs of the SME farmers	7 5	13	200
	No. of new SW technologies supply chains developed	3	5	10



Outcome Area	Indicator	2017 Target	2017 Actual	2016-2019 Target
Outcome Area 3: Improved access to and use of financial products and services	No. of farmers with demand to access financial products and services to adopt SW technology	2,000	4559	12,500
	No. of farmers using financial products and services for SWS	2,000	2780	12,500
	No. of financial institutions and amount of investment supporting farmers to adopt SW technology	2	14	14

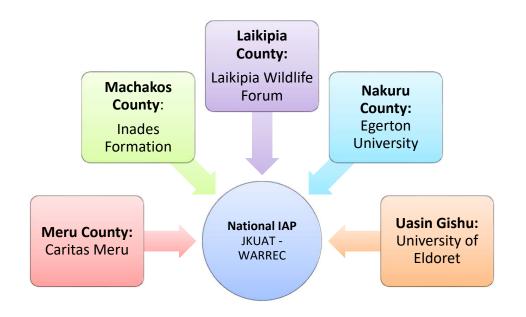
Outcome Area	Indicator	2017 Target	2017 Actual	2016-2019 Target
Outcome Area 4:	No. of suppliers of SWS with access to and have gained new knowledge tailored for SME farmers	188	188	200
Increased access to knowledge and demand created for SWS	No. of new farmers with access to and gained new knowledge on SWS opportunities to their farming systems / working area	5,560	4,560	100000
	No. of potential smart centres for providing knowledge and trainings on SWS		1	2



Outcome Area	Indicator	2017 Target	2017 Actual	2016-2019 Target
Outcome Area 5: Investor business linkages created between Dutch and Kenya Companies in SW services and products for small and medium farmers	No. of Dutch and Kenya companies engaged in joint businesses that promote SWS in project areas	3	6	10
	No. of Dutch and Kenyan companies interested in investing in SWPS businesses tailored for SME farmers	3	1 0	30
	No. of SME farmers benefitting from the business linkages	1000	2613	4,000



Our progress <u>- examples: The Irrigation Acceleration Platforms</u>



The IAPs in the 5 targeted counties were set up and there are early stage successes in 3 while 2 have been affected by administrative challenges including human resources capacity



Our progress – examples: improved storage





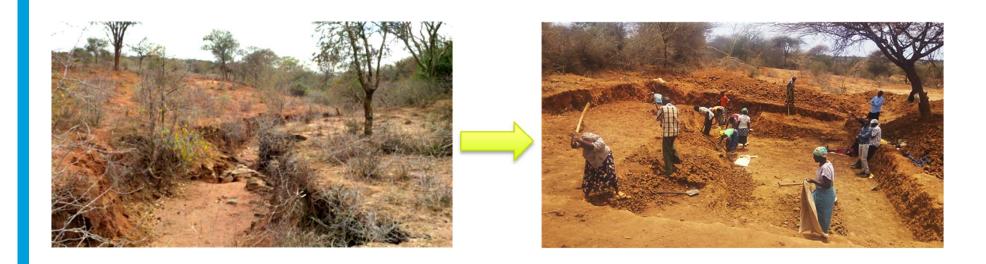


Community pan -Laikipia





Our progress examples: Community engagement (5,300 farmers with increased access to SWS to date



Farmer-driven: Community excavating water pond in Machakos County



Our progress examples: improved water delivery











Our progress: co-investing with SME farmers









Our progress: innovation

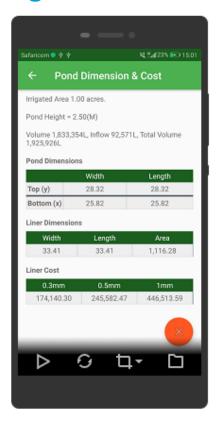




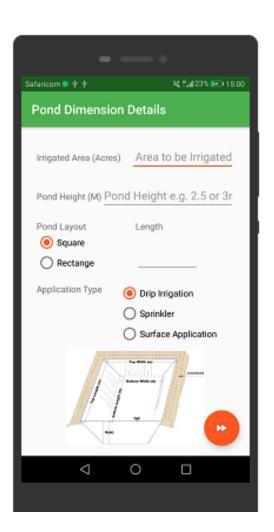




Our progress: innovation







Our progress: improved water delivery



Bucket and flood to improved drip – Nakuru and Laikipia







Our progress: example business cases



Future Water: Drones to determine on-farm production resource requirements





Energy efficient pumping solutions



Our progress: product and market development – The Rota sprayer





Our progress examples: Access to financial services















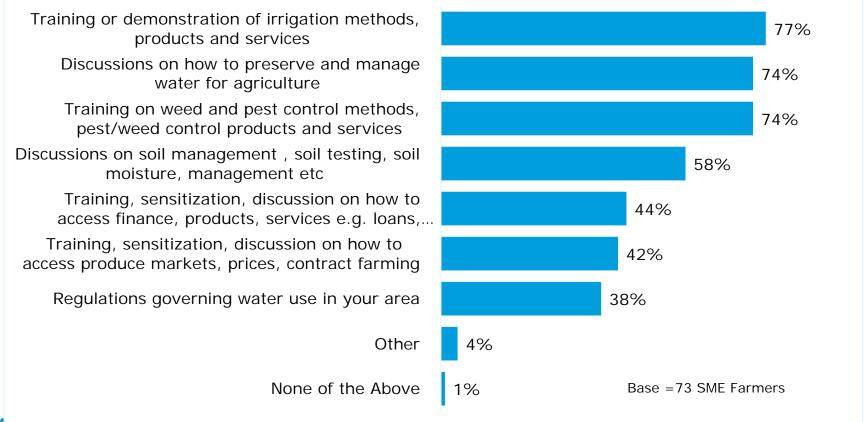








Our progress example: Improved access to knowledge





Knowledge gained on scare water resources	
Information on how to utilize scarce water resources	92%
Information on farming methods	67%
Information on producer markets	32%
Received information on how to tackle challenges of weeds and pest management	58%
Got information about market prices for produce	28%
Provided with information on how to better manage production costs	29%
Got information on how to reduce cost of transportation of goods to markets/from markets	24%
Provided information on maintenance (spare parts & technicians) of irrigation systems	21%

The knowledge acquired from the SWA training is signalling change in farmer behaviour



Our Learning Questions



1. Are we developing, testing, promoting Smart Water Solutions ((technologies, financial products, other) that really fit and benefit larger groups of SME farmers in Kenya? Which ones seem to be most promising and why and which much less so and why?



2. IAP: Are we using the best ways to help set-up and operate effective IAPs? If not what needs to be done to improve. And at the end of the project: Are IAPs effective ways to realize the SWA agenda?



3. Improving access to finance: Are there indeed key constraints preventing farmers or banks to take or give loans for SW investment? Which are these and does the project address these effectively?



Our Learning Questions



4. Communication: Do we manage to bring across the key SWS – SWA messages effectively to farmers, which methods work best and why?



5. Kenya-NL business linkages: Is SWA using the appropriate mechanisms to foster such linkages and address possible constraints?



6. Is the project implementation model as a sequence of activities and outputs working well and adapting to challenges in the implementation of needed? If not what needs to be done differently





Some lessons Learnt

Thank You!!

Asante Sana



Dank Je Wel

SNV