Alternative Development Update

February 2007 Issue 1

Afghan farmers exporting produce to Dubai

Opening new markets for Afghan agricultural goods is a key part of U.S. efforts to provide economic alternatives to poppy production. In the eastern Afghanistan province of Nangarhar, an Afghan commercial farmer has met his first order for 60 tons of fresh produce from Dubai. Other Afghan vegetable traders are now preparing 30,000 kilogram shipments of red onions on a biweekly basis to Dubai-based airline industry caterers. By mid February 2007, Afghan traders will begin shipping high-value gourmet vegetables (e.g. romanesco, baby carrots, radicchio, and Boston red lettuce, among others) to Dubai wholesalers.

In Kandahar, the Dried Fruit Exporters Association of Kandahar exported 42 metric tons of dried fruits and nuts to India and 1,300 metric tons of dried fruit to Ukraine. They also sold 9 metric tons of dried fruit on the local market. Traders from Jalalabad sent two more shipments of fresh vegetables to Dubai; feedback from the buyer continues to be positive, which is progressively leading to the consolidation of a long-term relationship. Progressive traders supported by the project are now delivering consumer-packaged produce to A-1 and Chelsea Supermarkets in Kabul and the response from buyers has been overwhelming with over 400 kilograms sold in the first day alone.



Pomegranates from eastern Afghanistan packaged for export to Dubai Photo: USAID/Afghanistan



Wholesalers prepare produce for export Photo: USAID/Afghanistan

Program Results:

- From 2003-2005, USAID increased income derived from agriculture by 9%.
- Assisted the Ministries of Agriculture, Commerce and Irrigation as well as Kabul University's Faculties of Agriculture and Veterinary Sciences.
- To date, seed and fertilizer has been distributed to 660,000 farmers in all 34 provinces.
- Rapid implementation of cash for work programs has generated more than 5.8 million work days of paid labor and resulted in approximately \$22 million in wages paid to more than 288,000 laborers.
- Over 26,000 women in Nangarhar have benefited from household income generating activities including handicrafts, embroidery, tailoring, small-scale agricultural processing, training to develop agricultural skills, and cash-for-work projects.
- Negotiations are now underway to export 1,300 metric tons of red raisins from Kandahar to
 Ukraine with a contract sale price of over \$1 million.

Exports Increasing (continued)

USAID provided vegetable and fruit seed as well as technical assistance to these farmers to increase their farms' productivity and output quality. USAID also assisted the commercial farmers in the production of high-value vegetables for export by established collective marketing mechanisms and strong market linkages to new markets.

Cash-for-work projects during the upcoming eradication season

Fourteen new cash-for-work infrastructure projects totaling \$1.4 million are planned during the upcoming poppy harvest and eradication season in Nangarhar, Laghman and Kunar. These labor-intensive projects, including the construction of cobblestone roads and flood protection walls, will provide over 141,000 days of salaried work. The projects will commence during the critical poppy cultivation and eradication period, thereby providing immediate economic alternatives to farmers and rural laborers.

Livestock feed distribution in Helmand and Kandahar

USAID has signed a contract with an Afghan firm for the distribution of 10,000 metric tons of livestock feed to over 10,000 farmers in Helmand and Kandahar. A livestock specialist will carry out quality control laboratory tests of the feed mix prior to distribution, which is scheduled to be delivered starting in early February.

Herat Farmers Take Advantage of USAID Winter Programs

165 farmers are participating in a greenhouse program which allows them to raise vegetables in winter and receive income during a period when they usually receive none at all. Farmers participating in saffron growing activities were pleased to harvest approximately 2 kg of saffron per half jerib of land. They were able to sell the saffron for \$380 per kg, resulting in a good profit for the participants. Farmers in areas with poor irrigation and water access have received chickpea seeds, which perform better in water-poor areas, for spring planting.