

2015/SOM3/IEG/DIA/008

#### **Kennemer Foods Cacao Growership Program**

Submitted by: Kennemer Foods International



Public Private Dialogue on Inclusive Business Cebu, Philippines 27 August 2015



Simon Bakker 27 Aug 2015









### **Cocoa in the Philippines**











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### **Philippine Potential**



9.7M

3.5M

3.5M

**5M** 

Hectares of Agricultural Land

Hectares of Coconut Land

**Coconut Farmers** 

Smallholder Farmers



Quality Planting Material



Quality Planting Material Availability of Quality Inputs



Quality Planting Material Availability of Quality Inputs

**Knowledge** and Training



Quality Planting Material

Access to Market

Availability of Quality Inputs

**Knowledge** and Training









#### Kennemer Foods International, Inc. (KFI)

- Integrated agriculture company
- High-quality fermented cacao beans
- Inclusive business
- Promotion of rural development
- Market transparency
- Fair value pricing
- Sustainable farming practices

#### **Kennemer Business Model**







Wet Bean Buying



Buying Stations



Post Harvest Facilities

### **Contract Growing**



Financing assistance



KFI seedling and input sales



Training and supervision



Guaranteed buy-back

#### **Managed Farm**



KFI-Landowner Partnership



KFI finances and manages farm



Farmers as employees



Lease payments / revenue share

Global best practices and technology to increase yield and quality

**Sourcing financing for farmers** 

Technology as enabler for scale-up



### **Financing Assistance**













Rural Banks

Coops

Agrarian Reform Beneficiary Orgs.

**LGUs** 

**FARMERS** 



### **Seedlings and Inputs**



### **Quality Planting Materials**















#### **Quality Planting Materials**

















## **Training and Supervision**





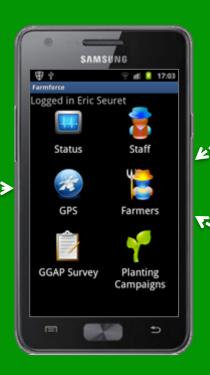


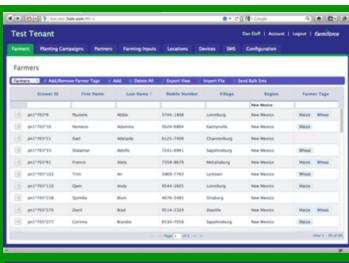


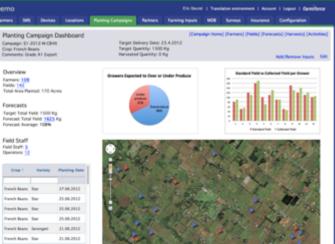
### **Monitoring**

Field Staff Field Staff: \$ Operators: 12











### **Post-harvest Assistance**





### **Guaranteed Buy-back**





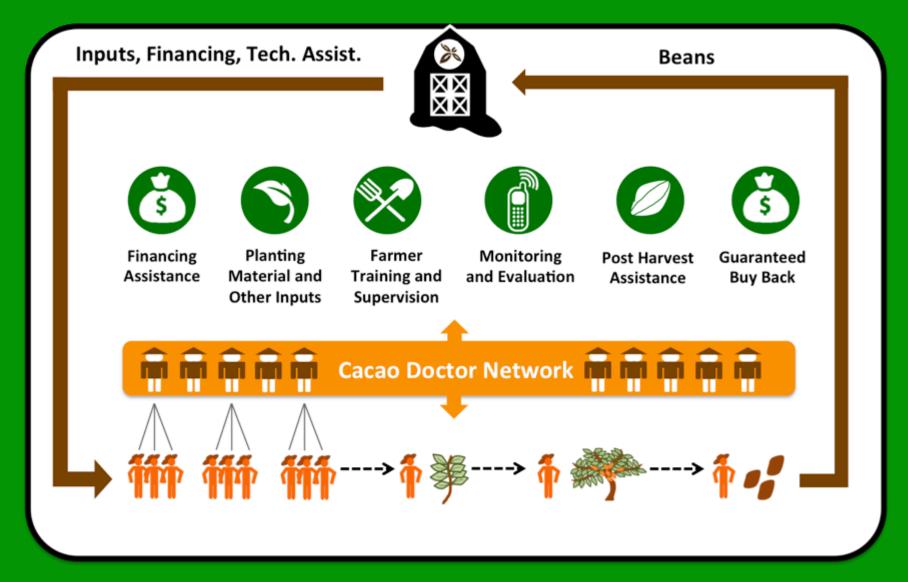






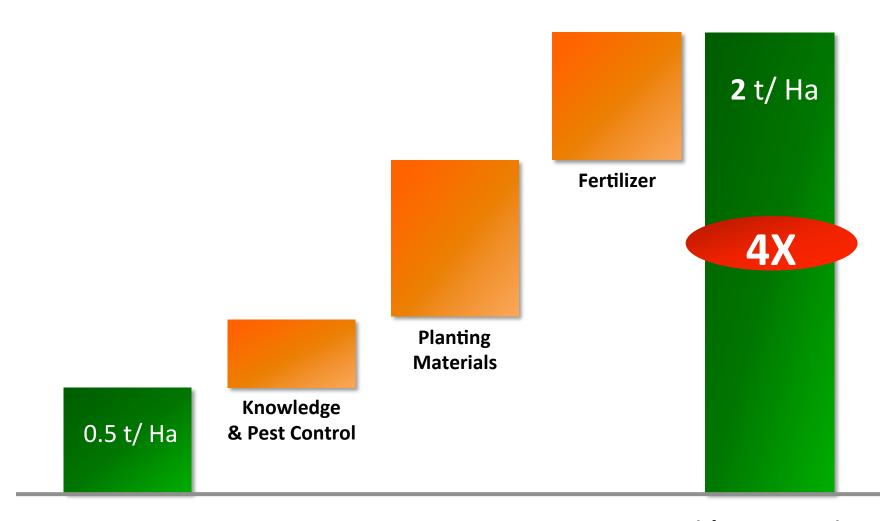
#### **Kennemer Cacao Growership Program**





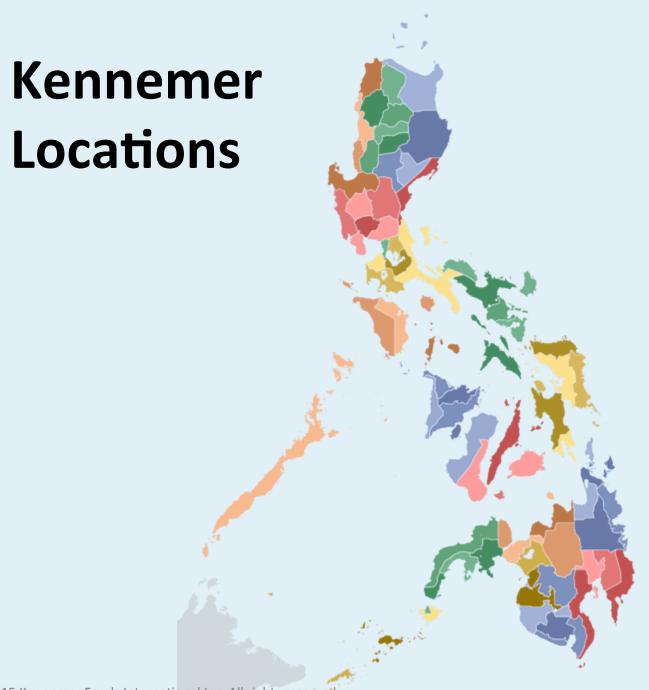
### **Creating the New Normal**





**Current** 

With Intervention



# Kennemer Locations

40M

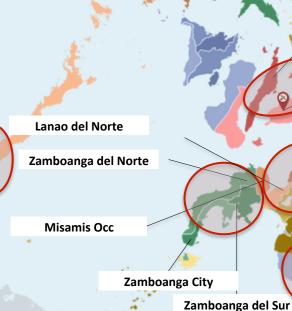
trees 2014-2020

Cebu

Sarangani

7 Strategic
Zones

**Palawan** 



Misamis Oriental

Butuan City

Southern Leyte Bohol

Agusan del Norte

Surigao del Sur

Agusan del Sur

Bukidnon

Compostela Valley

Davao del Norte

Davao City

Davao del Sur

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### **Expected Impact**





Expected annual gross income/ha from P25,000/yr. of typical coconut farmer

Increase in average coconut farmer's annual income

36,500

Farmers directly employed

Total incremental annual income to farmers

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