# Sustainable Cocoa Economy

# WCF Perspective



### **World Cocoa Foundation**

- World Cocoa Foundation (WCF) is an international membership organization representing more than 90 member companies across the cocoa value chain.
- We are Committed to creating a sustainable cocoa economy.
- We work through public-private partnerships that bring together donors, industry members, producing country governments, research institutes and non-governmental organizations to achieve its goals.

#### **Sustainable Cocoa Production**

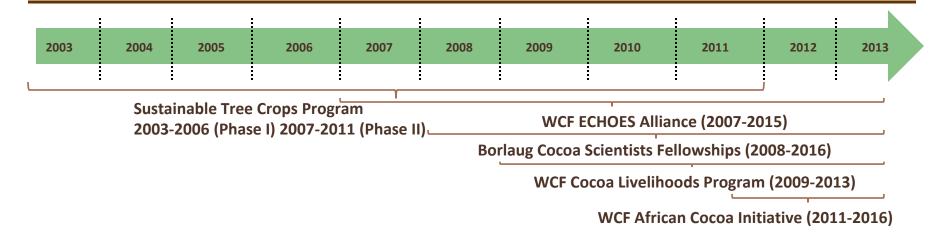


- Sustainable cocoa systems include farmers who receive equitable economic returns for producing quality cocoa, practice sound environmental stewardship and contribute to thriving cocoa farming communities.
- These efforts help increase the supply of cocoa which is a benefit to both farmers who depend on the crop for income, as well as consumers who enjoy cocoa products

# WCF's Sustainable Approach

- Our sustainability principle is based on "People, Planet and Profit".
- We are dedicated to a shared future by:
  - Ensuring a sustainable supply of quality cocoa that benefits both growers and users.
  - Empowering farmers to make choices that help develop strong, prosperous cocoa communities.
  - Promoting sustainable production practices that maintain and increase biodiversity and crop diversification.

# WCF's Increased Investment Towards Sustainable Cocoa Production in West & Central Africa



#### WCF's Overall Vision

To develop a sustainable cocoa sector in West and Central Africa where cocoa farmers live in thriving communities and cocoa farming is viewed as a well-respected profession.













# Empowering Cocoa Households with Opportunities and Education Solutions (ECHOES)



#### **WCF ECHOES Overview**

#### **Objective**

Strengthen cocoa-growing communities in Ghana and Côte d'Ivoire by expanding opportunities for youth and young adults through relevant, gender-integrated education.

#### Goal

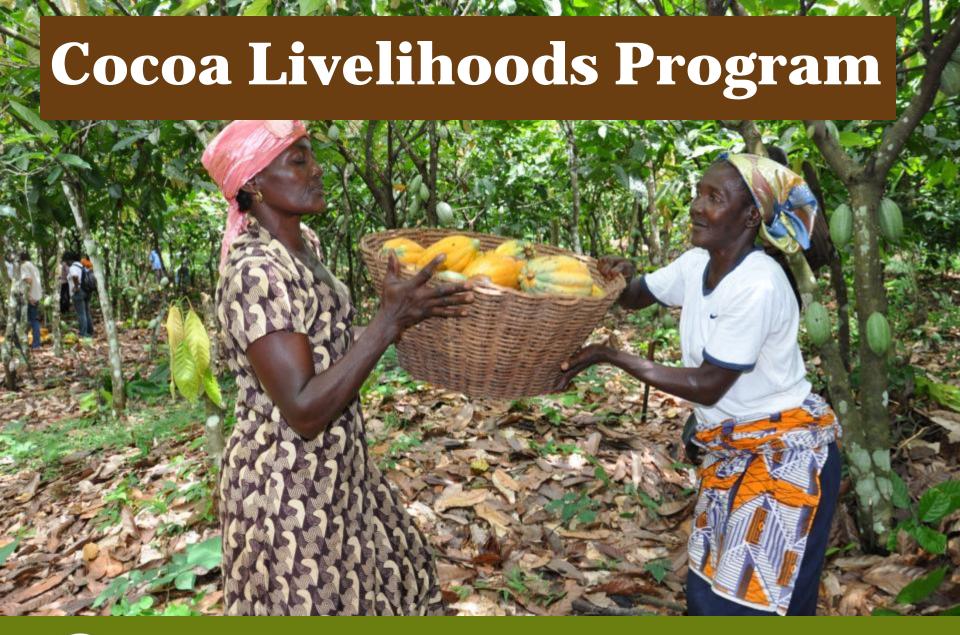
Ultimately, the program aims to serve as a scalable model for education in rural West Africa, by focusing on three main components:

- Youth Leadership and Agriculture
- Basic Education
- Innovative Activities

# WCF ECHOES - How do we ensure Sustainability?

- Community ownership of program
- Shadow teachers
- Youth trainers (TOT model)
- Stakeholder meetings
- Community committees and leadership training
- Community-developed sustainability plans
- Good rapport with local and national government
- Community graduation plans
- School demonstration plots that earn income for school







# Cocoa sustainability constraints

Core Issues 90% smallholder farms, less than 10% organized	<b>Root Causes</b> Inheritance of small plots, limited mechanization in production	<b>Priorities</b> Farmer aggregation with strong governance and culture of quality
Poor infrastructure and remote areas	Years of limited investment in roads and equipment	Centralized points for farmer groups, trainings & services
Limited farmer investment in cocoa, aging trees and degraded soil	Outdated practices, limited access to inputs and lack of replanting. Aging farmer profile and limited gender outreach	Improved GAP and correct use of and improved access to inputs, gender inclusive strategy, regeneration and rehabilitation of farms
Cocoa farmers subject to multiple market risks	Price volatility, climate patterns, limited leverage with buyers, limited market access and lack of information	Training to manage farm as a business, promotion of market appropriate crops, moving market services closer to farmer groups







# African Cocoa Initiative Program Components

- WCF/ACI is a Public/Private Partnership program funded by:
  - The United States Agency for International Development (USAID)
  - The World Cocoa Foundation 14 company members (WCF)
  - The Dutch Sustainable Trade Initiative (IDH)
- The program Components are:
  - -National Partnership Platforms Support
  - -Improved Productivity through Better Planting Material
  - -Extension and Training of Trainers
  - --Agro-Input Supply



# ACI Addressing Sustainability through Development of Improved Planting Material

- Fingerprinting and type validation of seed garden material;
- New seed garden to support re-planting;
- Promotion of clonal bud wood gardens as pioneering technology;
- Master of grafting training and certification system;
- Support ACBWG;
- Sub-regional symposium on next generation of cocoa research in Africa



#### Foster market driven farming input supply services

- Regional workshop on Soil Fertility (CDI)
- Integrate Soil fertility elements in GAP curricula
- Pilot programs to establish improved distribution networks
- Establish or strengthen available Mobile phone based information services
- Expand cocoa finance opportunities



# **PPP Platform**

#### Stakehold ers

Socio-economic groups

#### Donor Committee

- Funding Gaps
- •Inventory of Projects

# Plenary

#### **Present Scenario**

- •National cocoa development plans
- Policies & capacities
- •Creating common vision
- Deepening discussion
- •Clarifying roles
- Cultivating partnerships

# Thematic Working Groups

Cost/benefit analyses of certification; length of marketing chains; etc

#### **Experts**

•From Technical Organisations e.g. COPAL, UNDP, USAID, WCF, IDH. Etc.



# Responsibilities

#### **Government/Public Sector**

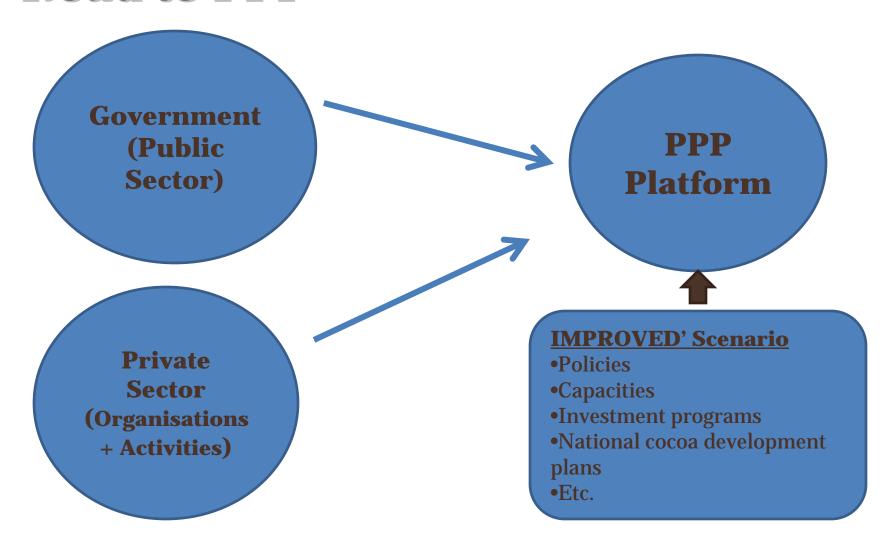
- •The key to success would be to ensure that the national governments drive their own priority setting and implementation;
- •that they convene and ensure participation of public and private partners,
- •work with in-country organizations to mobilize resources;
- •communicate noted requirements/gaps to partners;
- •share/provide best practices,
- •benchmarks, lessons learned;
- •identify, communicate and resolve incountry constrains;
- •etc.

#### **Private Sector**

- •communicates its needs, short, medium and long term;
- •brings in needed funds and new technology;
- •ensures that needs or programs fit into the national plan and can be stepped up,
- •etc.



# **Road to PPP**



# **PPP Platform**

#### **Stakeholders**

Socio-economic groups

#### Donor Committee

- •Funding Gaps
- •Inventory of Projects

#### **Plenary**

- •Gov't Policy (reaction from private sector)
- •Review Policies (amendments)

# Thematic Working Groups

Cost/benefit analyses of certification; length of marketing chains; etc

#### **Experts**

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# Measuring Success of WCF Activities

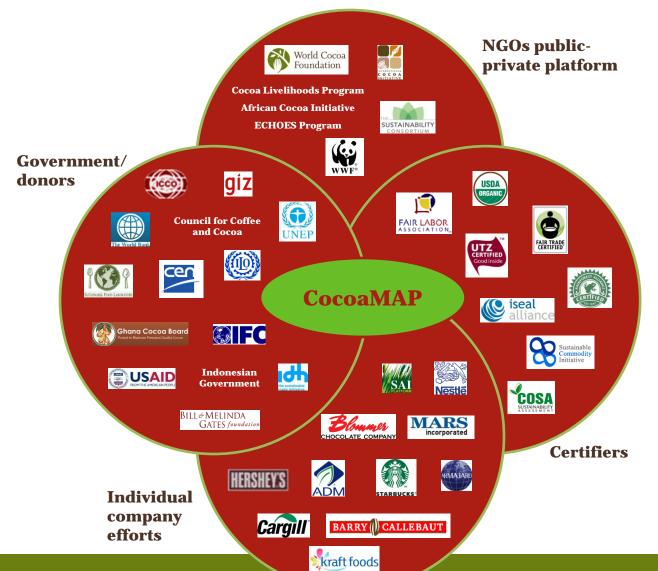
# CocoaMAP

GLOBAL SUSTAINABLE COCOA PLATFORM World Cocoa Foundation

**CocoaMAP** tracks progress in the global effort to achieve sustainable cocoa production through a set of indicators and measurements that have been credibly verified.



### INDICATOR AND DATA INITIATIVES



CocoaMAP reinforces and draws from:

- M&E activities;
- Partner and government data;
- Company data;
- Verified third party sources
- Other stakeholders in the value chain



# CocoaMAP INDICATORS

### People Total Number of Cocoa Households Total Number of Cocoa Farmers in Recognized Farmer Organizations Total Number of Cocoa Farmers Producing Certified Cocoa Number of Children Participating in the Worst Forms of Child Labor in The Cocoa Sector as defined by the International Labor Organization Convention no 182. Total Number of Cocoa Farmers in Informal Farmer Organizations Total Number of Informal Farmer Organizations Total Number of Legally Recognized Farmer Organizations Total Number of Legally Recognized Farmer Organizations Total Number of Women in Leadership Positions in Farmer Organizations Average Age of Cocoa Farmers Number of primary schools serving Cocoa Sector Literacy Rates in Cocoa Communities/Families (% of 15-24 yr olds) Nutritional status among children under the age of 5 years



Child mortality rates

### CocoaMAP INDICATORS

#### **Planet**

Number of Cocoa Producing Countries with a National Plan for Sustainability

Number of Cocoa Consuming Countries with a National Plan for Sustainability

Number of farmers applying GAP for shade management

Number of farmers applying GAP practices for line and pegging (average tree density)

Total Area of Cocoa Landscape Comprised of Cocoa Fields Under Shade Management

Average # of tree and crop species on farm as compared to cocoa

Rates of reforestation (ha re-planted for canopy cover/ha cleared)

Rates of deforestation (Ha with canopy cover / ha without canopy cover)

Number of Hectares of Cocoa Land under Certified Production Systems

Percentage of the Total Cocoa Land that is Under Certified Production Systems



# CocoaMAP INDICATORS

### Profit

Total Area of Land Managed for Cocoa Production

Total Area of Cocoa Landscape Under a Minimum Number of Good Agricultural Practices

Number of Cocoa Farmers Trained in Good Agriculture Practices During the Past Crop Year

Number of Farmers Applying A Minimum Number of Good Agriculture Practices

Number of farmers applying GAP for soil fertility

Number of Farmers Performing Soil Analysis on Their Cocoa Farms since XXXX (Baseline year)

Average findings from soil analysis/testing per region

Number of farmers applying GAP for weeding

Production of Cocoa (MT)

Production of Cocoa (MT) By Small-Scale Farmers (>5 hectares or less)

World Reference Price of Cocoa



# **CocoaMAP MILESTONES**



Call to Action: WCF Board Meeting (May 2011)



Road Mapworking sessions at Accra Board Meeting (Oct 2011)



WCF/World Bank "Cocoa Vision 2020" & working sessions (March 2012)



CocoaMAP
Overview and
Demo's at
WCF
Partnership
meetings
(June &
October
2012)



Data Verified and First Public Report (February 2013)



# THANK YOU!

