# Non-Farm Interventions for Strengthening Rural Livelihoods

at UNESCAP, Bangkok by

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#### Through

## The Village Development Partnership (VDP)

#### Rationale

There are many poor people whose basic needs are not being met by Government services

### Nor can the poor afford to pay for alternative services offered by the business sector

## This market imperfection market failure requires a third party to assist (NGOs/Companies)

#### **OBJECTIVE**

To improve income and quality of life of rural villagers through cooperation with the business community

# As the only reliable road out of poverty

is through

business

This endeavor aims to turn the poor into

## So that they can afford the basic necessities of life

...through the help of business people

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The company acts as a partner to the village in a six step process

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#### 1. Villagers conduct Community Needs Assessment



#### Listening to Villager's Ideas



#### 2. Company staff visits village

Company Task Force travels to targeted village to learn more about village and foster relationships.





## 3. 'Eye-Opener' Field Trips for villagers to generate new ideas

Villagers travel to gather new ideas and observe successful business activities.



Company staff can participate in this process

### 4. Finalize Development Plan

Villagers include new ideas from trip, prioritize activities, set time frame and identify cooperating agencies.





Ideas from old and young, women and men

#### Youth Also Propose Ideas and Projects



## Future Village Plan



#### 5. Submit Village Plan to Company

## The plan is submitted to the company for consideration and funding





#### 6. Implementation and Monitoring

Activities are implemented by the villagers, with assistance from cooperating agencies (including companies and PDA)



#### Five Key Inputs

- 1. Institutional Development (Community Empowerment)
- 2. Economic Development (Income Generation)
- 3. Environmental Protection
- 4. Health Care & Elderly Support
- 5. Education, Democracy & Human Rights

#### COMMUNITY EMPOWERMENT

### Villagers elect a village development committee to manage:

- 1. Village Development Bank
- 2. Village Youth Government (Democracy)
- 3. Health, Elderly Care and Environment Task Force
- 4. Education and Human Rights
  Task Force

#### COMMUNITY EMPOWERMENT

#### **Supporting Activities:**

The Village Development Committee conducts community needs assessment and establish a village development plan, to be supported and funded by companies (and local governments)



## Companies provide funds for villages through tree planting

## Village Development Bank (Micro Credit Fund)

Company contributes US\$1.5 per tree planted Villagers contribute labour



Environmental protection to create capital formation

#### Village Development Bank in Operation



Funds required for all activities must come through tree planting

Loans cost 12% p.a.









#### Bank loan for curry paste making



#### Food Stall

#### Ice cream maker & vendor











# Businesses from Bank loans (After Training) Crab Meat Processing









# From low income crop to high income trees



Selling trees to housing estates, highways, golf courses and now exported to Taiwan,
Singapore and Hong Kong



30 fold increase in income...poverty eradicated

#### Improvement in Production Process

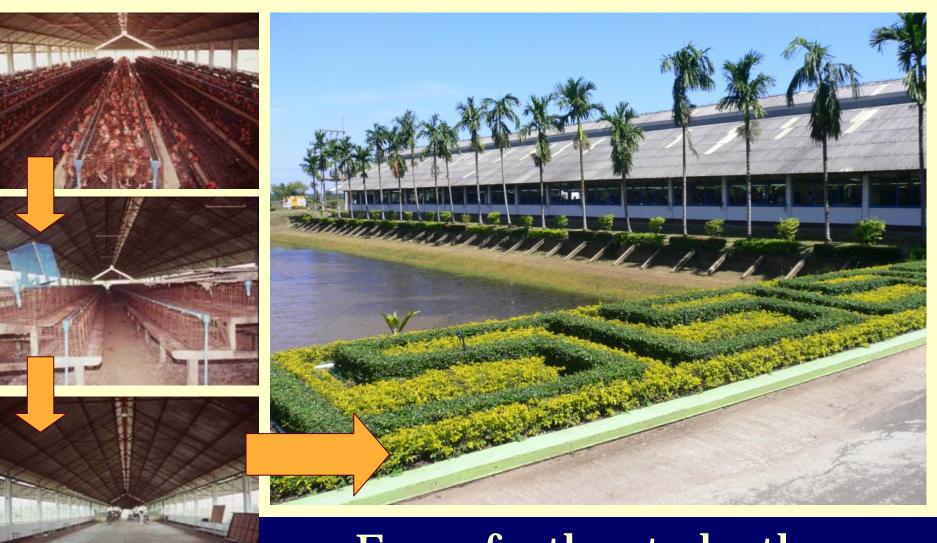




Inter-generational loans for youth and their grandparents to raise income and establish pension funds.



#### Relocation of Manufacturing Facilities



From feather to leather: chicken farm to factory

#### Relocation of Manufacturing Facilities



#### Relocation of Manufacturing Facilities







#### **Business Loans for Education**



# Computer-Based Technology Learning Centers and Training of Village-Based Youth Trainers



### **Barefoot IT Teachers**



US 75 cents per hour 12 hours per course

## Village Youth Government

8 youth (aged 14 – 24) in each village are elected to:





Practice democracy, transparency, gender equality, and local public service

### Village Youth Government



Prepares project proposals and seek funds

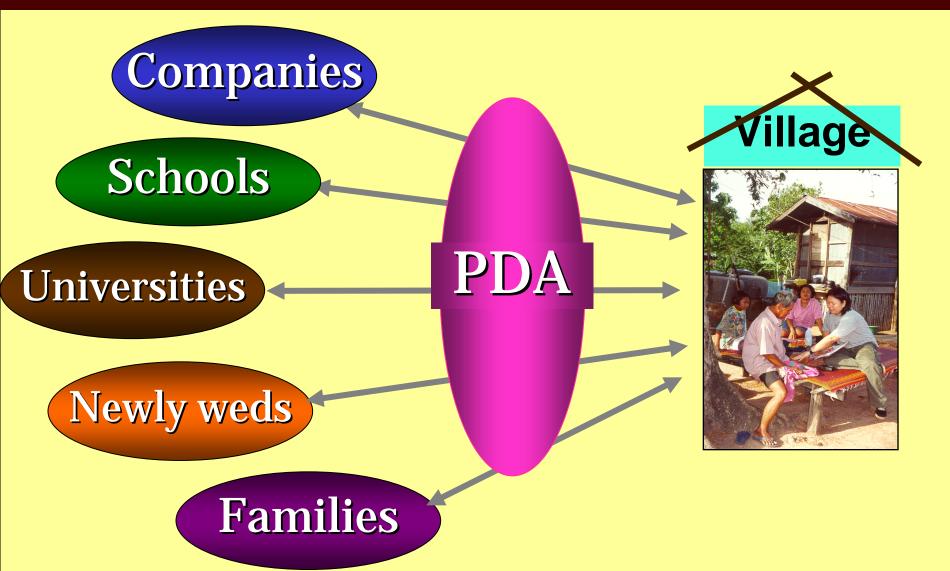


Initiate business ventures for youth & the elderly

Coordinate health education campaigns

# Business people can genuinely help to create a better life for the poor and put an end to poverty

Today more than business people are involved in the Village Development Partnership to end poverty





PDA is happy to be your caddy for this partnership





#### Population and Community Development Association(PDA)



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