



COMPACT GOAL

The five-year, \$547 million Ghana Compact aims to reduce poverty by raising farmer incomes through private sector-led agribusiness development. It consists of three types of strategic investments to transform and modernize the agricultural sector in order to promote economic growth: 1) the Agriculture Project to strengthen production, 2) the Transportation Project to move goods to market, and 3) the Rural Development Project to improve farm communities and farmers' livelihoods and living conditions.



COMPACT AT A GLANCE

Compact Signed	08-01-2006
Entry Into Force	02-16-2007
Compact End Date	02-16-2012
Compact Total	\$547,009,000
Amount Committed	\$537,296,629
Amount Expended	\$460,052,883
Estimated Program Beneficiaries	1,271,133
Estimated Increase in Household Income	\$690,000,000

% OF TOTAL COMPACT		BUDGET (USD MILLIONS)
39%	Agriculture Project	\$211.9
39%	Transportation Project	\$215.0
14%	Rural Development Project	\$74.6
2%	Monitoring and Evaluation	\$10.5
6%	Program Administration	\$34.7

■ Project Preparation ■ Project Implementation

Agriculture Project	PROJECT COST	TOTAL CONTRACT COMMITMENTS	TOTAL PROJECT EXPENDITURES ¹																																														
	\$211,970,412	\$205,181,185	\$180,083,603																																														
<p>This project seeks to enhance returns from staple food and horticulture crops produced by poor small-holder farmers and to improve delivery of business and technical services to support the expansion of commercial agriculture.</p> <p>Projected Long-Term Results (Up to 20 years)</p> <table border="0"> <tr> <td style="text-align: right; vertical-align: top;">ESTIMATED BENEFICIARIES</td> <td style="text-align: right; vertical-align: top;">878,121</td> </tr> <tr> <td style="text-align: right; vertical-align: top;">ESTIMATED INCREASE IN HOUSEHOLD INCOME</td> <td style="text-align: right; vertical-align: top;">\$294,000,000</td> </tr> </table> <p>Estimated income increases are based on information available prior to compact signing, and estimates may be different if a reassessment of the investments were undertaken today.</p>	ESTIMATED BENEFICIARIES	878,121	ESTIMATED INCREASE IN HOUSEHOLD INCOME	\$294,000,000	<table border="1"> <thead> <tr> <th></th> <th>YEAR 1</th> <th>YEAR 2</th> <th>YEAR 3</th> <th>YEAR 4</th> <th>YEAR 5</th> </tr> </thead> <tbody> <tr> <td>Farmer Based Org. Training</td> <td colspan="2" style="background-color: red;"></td> <td colspan="3" style="background-color: blue;"></td> </tr> <tr> <td>Irrigation Development</td> <td colspan="2" style="background-color: red;"></td> <td colspan="3" style="background-color: blue;"></td> </tr> <tr> <td>Land Tenure Facilitation</td> <td colspan="2" style="background-color: red;"></td> <td colspan="3" style="background-color: blue;"></td> </tr> <tr> <td>Post-Harvest & Value Chain</td> <td style="background-color: red;"></td> <td colspan="2" style="background-color: red;"></td> <td colspan="2" style="background-color: blue;"></td> </tr> <tr> <td>Credit Services & Value Chain</td> <td colspan="2" style="background-color: red;"></td> <td colspan="3" style="background-color: blue;"></td> </tr> <tr> <td>Feeder Road Rehabilitation</td> <td colspan="2" style="background-color: red;"></td> <td colspan="3" style="background-color: blue;"></td> </tr> </tbody> </table> <p style="text-align: right;">PRESENT</p>				YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5	Farmer Based Org. Training						Irrigation Development						Land Tenure Facilitation						Post-Harvest & Value Chain						Credit Services & Value Chain						Feeder Road Rehabilitation					
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<p>PROJECTED RESULTS BY END OF COMPACT</p> <p>Train 50,000 farmers in better understanding the value chain, business planning, technology, and market access. Irrigation, post harvest infrastructure, land titling and over 350 kilometers of rehabilitated feeder roads will complement the training program.</p>	<p>PROGRESS TO DATE</p> <p>62,670 farmers trained. Construction and equipment of 3 public pack houses and 10 agribusiness centers near completion. MCC and MCA continue to work on management, ownership and sustainability issues for these investments. Procurement for irrigation scheme operator started and agreements with anchor farmers completed.</p>	<p>PROJECT ACHIEVEMENTS</p> <p>To date 1,597 agribusiness have been assisted by the project and approximately 4,400 additional metric tons of mango have been exported by Ghanaian producers exceeding the end of compact target of 2,913 metric tons.</p>																																															

Transportation Project	PROJECT COST	TOTAL CONTRACT COMMITMENTS	TOTAL PROJECT EXPENDITURES [†]					
	\$215,061,187	\$217,229,919	\$175,626,685					
<p>Poor quality roads and transportation linkages inhibit sustainable economic growth by limiting expansion of agricultural opportunities and restricting access to domestic and international agricultural markets. This project aims to facilitate growth, promote access to social services, and support expansion of Ghana's export-directed horticulture base.</p>								
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Rural Development Project	PROJECT COST	TOTAL CONTRACT COMMITMENTS	TOTAL PROJECT EXPENDITURES [†]					
	\$74,662,857	\$74,112,692	\$68,108,101					
<p>This project complements the Agriculture Project by providing community services, including education, water and sanitation, and rural electrification in the targeted districts. It also enhances the capacity of local governments and communities to deliver the related services, ensure maintenance and support sustainability.</p>								
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MCC continues to participate in Feed the Future inter-agency meetings and has been sharing key documents and information for possible future investments in the Northern part of the country. Farmers benefiting from the Compact are working together to market staple grains to the World Food Program's Purchase for Progress (P4P) program, which supports school and emergency feeding in Ghana and neighboring countries.

[†]Expenditures are the sum of cash outlays and quarterly accruals for work completed but not yet paid or invoiced.