

554	PNG COFFEE INDUSTRY CORPORATION	554
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MAIN PROGRAM AGRICULTURE AND LIVESTOCK SERVICES
PROGRAM COFFEE INDUSTRY CORPORATION
Program Objectives:

To support and improve production and price of coffee exported by Papua New Guinea relatively to other competitive coffee producing countries. To increase the production of coffee. To improve efficiency of coffee production by growers. To promote the consumption of PNG coffee in existing and potential new markets. To increase the processing and manufacturing of coffee locally. To reduce the incidence of coffee pests and diseases. To promote PNG's interests within international organizations such as the ICO. To maximize the efficiency of the processing, manufacturing and exports subsectors of the industry. To facilitate the effective involvement of all industry sectors in the management and control of the industry.

Program Description:

Extensive research on coffee quality control and cantimor trials to improve production. Provision of personnel administration and information management and support systems to implement its strategies and for monitoring and evaluation. Provision of an efficient and effective agricultural extension service for coffee growers, particularly smallholders throughout PNG. The programme consists of three projects, the expenditure and other data of which are as follows:

A. Expenditure in 2006 (in Thousands of Kina)

Code	Description	Actual	Appropriation	
		2004	2005	2006
3101-1-202-136	Cic Stabex Projects		120.0	500.0
3101-1-202-139	Cic Stabex Projects		120.0	500.0
3101-1-202-239	Cic Stabex Projects		131.0	812.8
3101-1-205-123	Smallholder Coffee Rehab. Demonstration Trial Gardens		250.0	
3101-1-205-135	Smallholder Coffee Rehab. Demonstration Trial Gardens			1,000.0
3101-1-205-143	Smallholder Coffee Rehab. Demonstration Trial Gardens	500.0		
3101-1-205-144	Smallholder Coffee Rehab. Demonstration Trial Gardens		250.0	
3101-1-207-125	Freight Assurance Subsidy Scheme		500.0	
3101-1-208-126	Grower Owned Marketing		300.0	
3101-1-208-136	Grower Owned Marketing		270.0	
3101-1-208-139	Grower Owned Marketing		300.0	
3101-1-208-239	Grower Owned Marketing		300.0	
	TOTAL	500.0	2,541.0	2,812.8

B. Other Data in 2006

- 1) Revenue: Vote 55431011202 is funded by an EU Grant through non-cash Item 136 - K500,000; Item 139 - K500,000; and Item 239 - K812,800.
- 2) Footnote: The Stabex funding is for the following Project: 1. Mass Propagation 2. Treatment of Coffee Waste Water 3. CCRI IPM 4. Western Highlands Substation 5. Grower owned Marketing
- 3) Revenue: The Smallholder Coffee Rehabilitation Trial Garden Project, Vote 55431011205 is fully funded by GoPNG through Item 135 - K1,000,000.

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4) Performance Indicator: Rehabilitation of smallholder coffee plantations in the Highlands.