

554 PNG Coffee Industry Corporation

(in Millions of Kina)

PIP No.	Project Title	5 Year Total	2011	2012	2013	2014	2015
2472	FREIGHT ASSURANCE	1.0	.5	.5			
TOTAL CAPITAL PROJECTS		1.0	.5	.5			
TOTAL		1.0	.5	.5			

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AGENCY SUMMARY OF ALL PROJECTS

EXPENDITURE PROJECTIONS AND FINANCING REQUIREMENTS (K Millions)

PROJECT COST		2009 Actual	2010	5 Year Total	2011	2012	2013	2014	2015
DIRECT PROJECT COST									
Current Expenditure									
Personal Emoluments				.1	.1	.1			
Current Transfers									
Goods and Other Services				.5	.2	.2			
Sub-Total				.6	.3	.3			
Capital Expenditure									
Capital Transfers									
Acquisition of Existing Assets									
Capital Formation				.4	.2	.2			
Sub-Total				.4	.2	.2			
A	TOT DIRECT PROJECT COST			1.0	.5	.5			
Technical Assistance									
Project Preparation									
Equipment									
Advisory									
Training									
B	TOT TECHNICAL ASSISTANCE								
TOTAL PROJECT COST (A+B)				1.0	.5	.5			
FINANCING SOURCES									
IDENTIFIED FINANCING									
Direct Project Financing:									
Government Contributions:									
Loan									
Grant									
b) Self Generating Revenue									
a) Government Input				1.0	.5	.5			
C	TOTAL DIRECT FINANCING			1.0	.5	.5			
Technical Assistance									
D	TOTAL FINANCING (C+D)			1.0	.5	.5			
FINANCING SOUGHT									
Direct Project Cost (A-C)									
Technical Assistance (B-D)									
TOTAL FINANCING SOUGHT									

PIP NUMBER: 2472

PROJECT NAME: FREIGHT ASSURANCE SUBSIDY SCHEME

EXECUTING AGENCY: PNG Coffee Industry Corporation

PROJECT OBJECTIVES:

To facilitate market access for coffee growers from the remote areas by assisting in transporting coffee to the nearest marketing depots, facilitating processing and marketing.

PROJECT STATUS:

The project has been resubmitted after two years of no funding.

PROJECT COMPONENTS:

(1) Mobilisation of Coffee Growers and their coffee from the remotest parts of PNG. (2) Coffee freighted to the main centres. (3) Parchment coffee is processed into green beans and marketed.

PROJECT LOCATION:

The project will be implemented nationwide.

PROJECT JUSTIFICATION:

Having access to markets is a major problem faced by all that are living in the rural areas. Transportation needs to be improved.

PROJECT CAPACITY:

Coffee Industry Corporation has the capacity to implement with assistance from other agencies.

PROJECT BENEFICIARIES:

The direct beneficiaries will be the smallholder coffee growers in those remote locations that will be assisted to air freight their coffee to processing facilities and markets.

PROJECT SUSTAINABILITY

The project will sustain itself in the long run from freight and processing fees.

2472 FREIGHT ASSURANCE SUBSIDY SCHEME

ESTIMATED TOTAL PROJECT COST 2,000.0 ESTIMATED DURATION OF THE PROJECT 2.0 Years

EXPENDITURE PROJECTION AND FINANCING REQUIREMENTS (K'000)

PROJECT COST		2009 Actual	2010 Bugdet	5 Year Total	2011	2012	2013	2014	2015
DIRECT PROJECT COST									
Current Expenditure									
Personal Emoluments				100.0	50.0	50.0			
Goods and Other Services				460.0	230.0	230.0			
Current Transfers									
Sub-Total				560.0	280.0	280.0			
Capital Expenditure									
Acquisition of Existing Assets									
Capital Formation				440.0	220.0	220.0			
Capital Transfers									
Sub-Total				440.0	220.0	220.0			
A TOT DIRECT PROJECT COST				1,000.0	500.0	500.0			
Technical Assistance									
Project Preparation									
Advisory									
Training									
Equipment									
B TOT TECHNICAL ASSISTANCE									
TOTAL PROJECT COST (A+B)				1,000.0	500.0	500.0			
FINANCING SOURCES									
IDENTIFIED FINANCING									
Direct Project Financing:									
Government Contributions:									
a) Government Input				1,000.0	500.0	500.0			
b) Self Generating Revenue									
Loan									
Grant									
C TOTAL DIRECT FINANCING				1,000.0	500.0	500.0			
D Technical Assistance									
TOTAL FINANCING (C+D)				1,000.0	500.0	500.0			
FINANCING SOUGHT									
Direct Project Cost (A-C)									
Technical Assistance (B-D)									
TOTAL FINANCING SOUGHT									

CURRENT DONOR INVOLVEMENT

Nil.

POTENTIAL DONOR INVOLVEMENT

Nil.

2011 Budget Votes for this PIP are :-

55431011207 FREIGHT ASSURANCE SUBSIDY SCHEME