

Australian Government

Australian Centre for International Agricultural Research

North-West Vietnam Research Symposium 2017

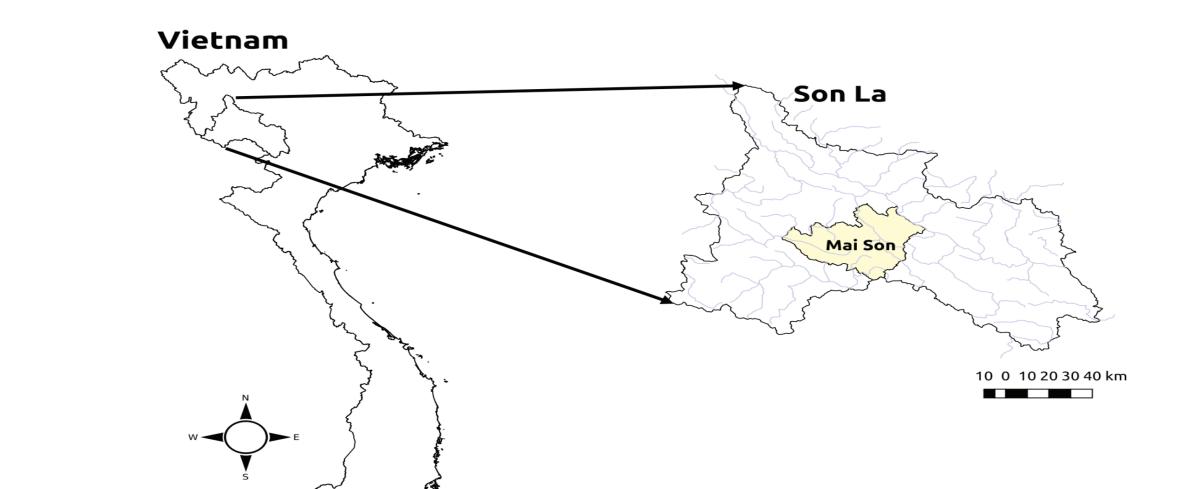
DEVELOPING A FARM BUSINESS MODEL FOR LIVELIHOOD ENHANCEMENT OF SMALLHOLDER FARMERS IN NORTHWEST VIETNAM

Lutz-Heiner Otto¹ & Vu Thi Hanh²

¹Institute of Agricultural Sciences in the Tropics (490d), Hans-Ruthenberg-Institute, Universität Hohenheim Wollgrasweg 43, 70593 Stuttgart, Germany. ²World Agroforestry Center (ICRAF), Vietnam.

25

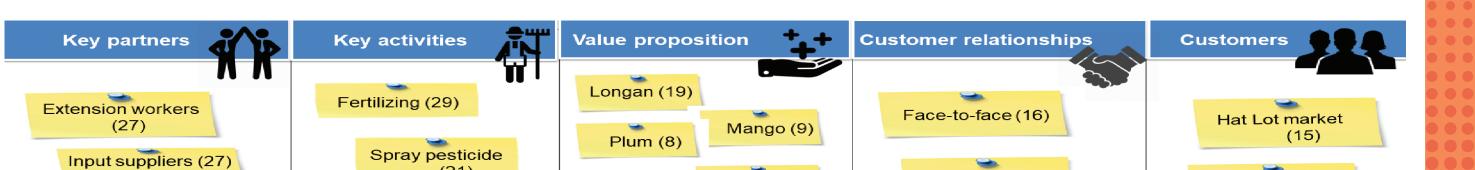
• The establishment of exemplar landscapes (EL) in Mai Son, Son La province promoting market-based agroforestry and forest rehabili tation options.



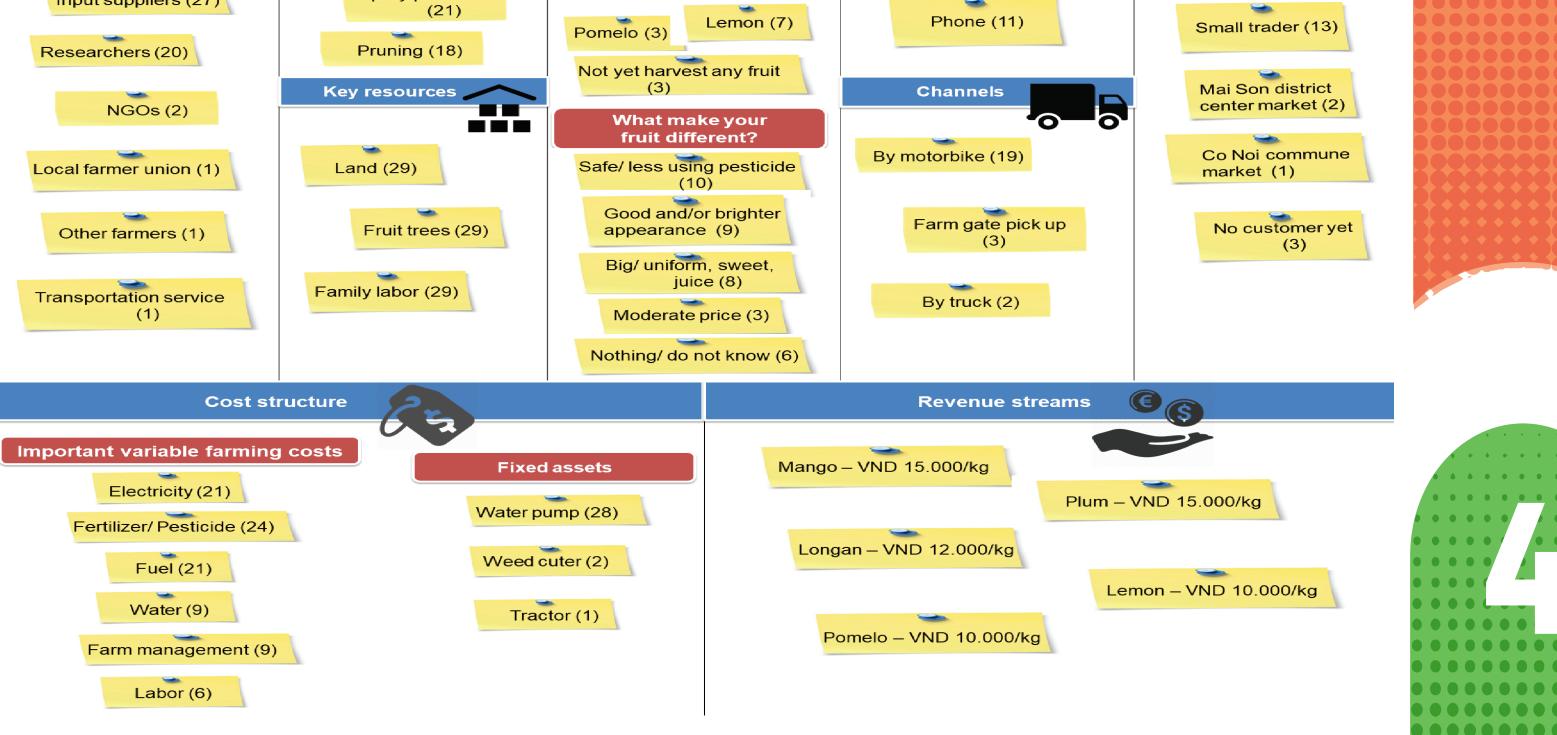
- Tree species selected for the ELs of Mai Son are fruit trees (mango, longan, pomelo, lemon and plum) intercropped with maize and forage strips.
- Expected sharp increase of fruit harvest volumes in two to three years.
- Local markets in Mai Son are saturated, and present linkages to bigger markets are inconsistent and informal.
- Linking smallholders to markets is a pressing challenge.



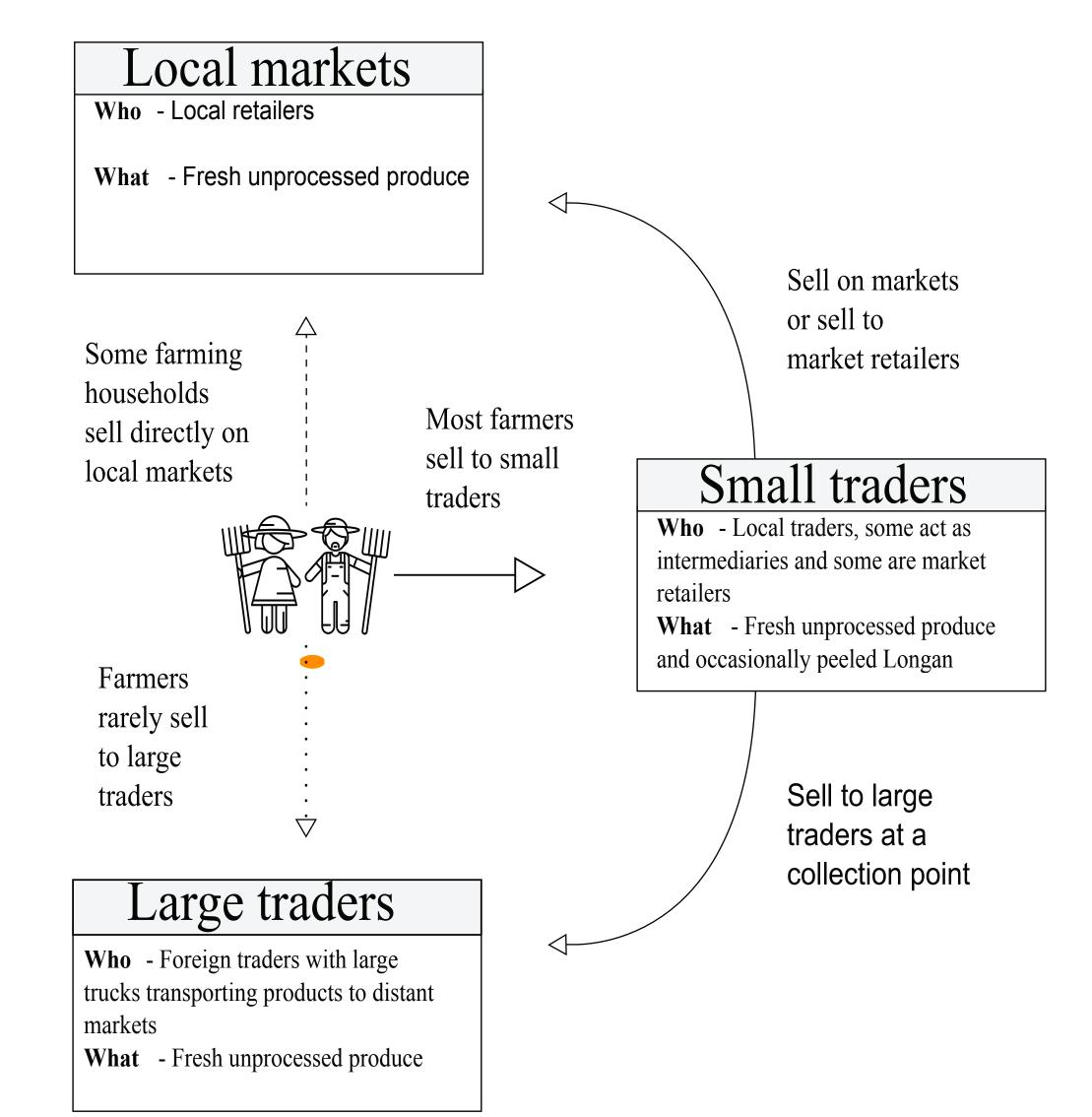
Status quo business model canvas for smallholders in EL

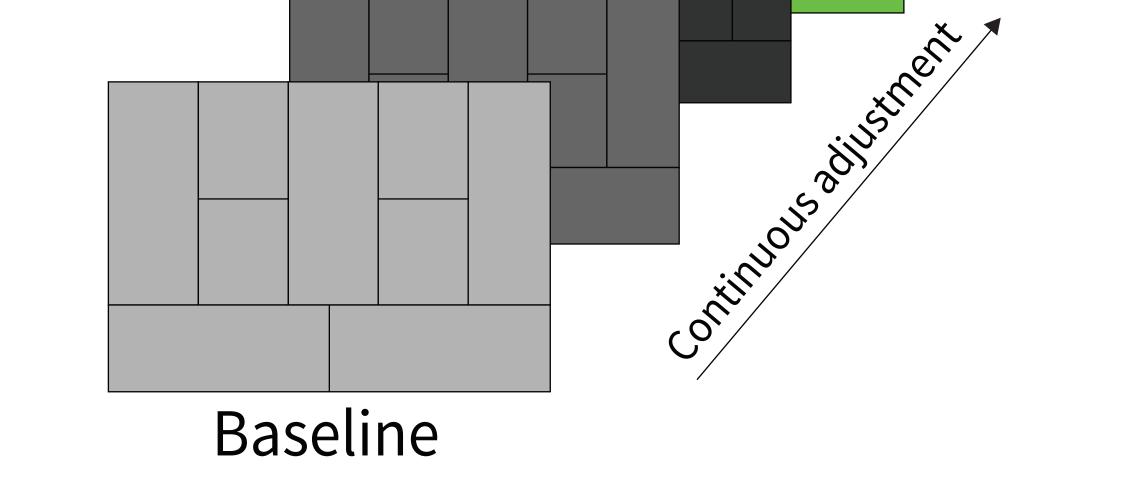


- RESEARCHAPPROA
 - Participatory business model canvas analysis to guide farmers on linking to formal markets.
 - Iterative design of future business models to create market link ages for smallholder.
 - Fruit farmers in Mai Son.
- Vision



Current market situation of smallholders in EL dependency on traders







What creates value for buyers:

- → Quality of supply
- → Reliable supply
- → Certificates and standards
- → Competitive price
- → Reliable quality

World

Agroforestry Centre

- Transparency of processes
- Additional processes that add value to

What creates value for smallholders:

- → Market information
- → Collective action
- Stable and consistent demand
- Provision of supplies
- Training and technical assistance
- → Financial services
- → Contracts

the postharvest (selection, packing, washing)

