



# **Good Practices and inclusive development of Chinese Overseas Agriculture Investment in Asia**

**Dr. Yu Min**

**Foreign Economic Cooperation Center**

**Ministry of Agriculture and Rural Affairs, P.R.China**

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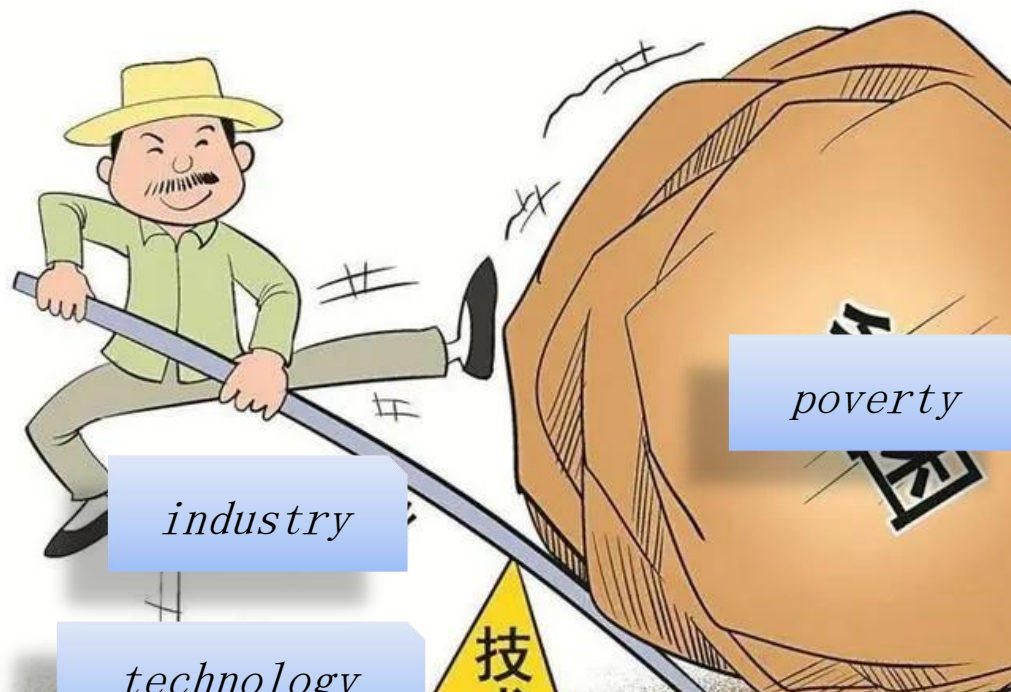
- ❑ **Basic experience of poverty alleviation and industrial development in China**
- ❑ ***China's Agricultural Foreign Investment Cooperation in Asia***
- ❑ ***Good Practices of Chinese Overseas Agriculture Cooperation Zones in Asia***
- ❑ ***Suggestions***

# 1.China's Important Experience in poverty reduction

## -Industrial poverty alleviation



*Six effective methods and experience in poverty alleviation can be used as a reference for the world*



- **A development approach to poverty eradication.**
- **Poverty alleviation through industry**  
(Post-evaluation of poverty Alleviation achievements -- Industrial development )



# 1. Poverty alleviation through characteristic Industries



In Luochuan County, Shaanxi Province, apple has become a "happy fruit" for the people to get rid of poverty. The county's planting area is 530,000 mu, and 9,541 people from 2,784 poor households have been lifted out of poverty .

# 1. Poverty alleviation through Industries(3)



The potato industry boosts farmers' incomes



# 1.Investment in agriculture is pro-poor(4)



*The G20, APEC, the Conference on Food Loss Reduction and other major conferences have all advocated strengthening investment in agricultural infrastructure.*



# 1.The Internationalization of China's poverty Alleviation Experience -the practice of agricultural investment(5)



- ❑ Investment is the engine of economic development.  
Investment in agricultural infrastructure is scarce.  
Developing countries lack agricultural infrastructure.



## 2.China's Agricultural FDI in Asia(1)



### Distribution of China's outward agricultural FDI flows, 2020

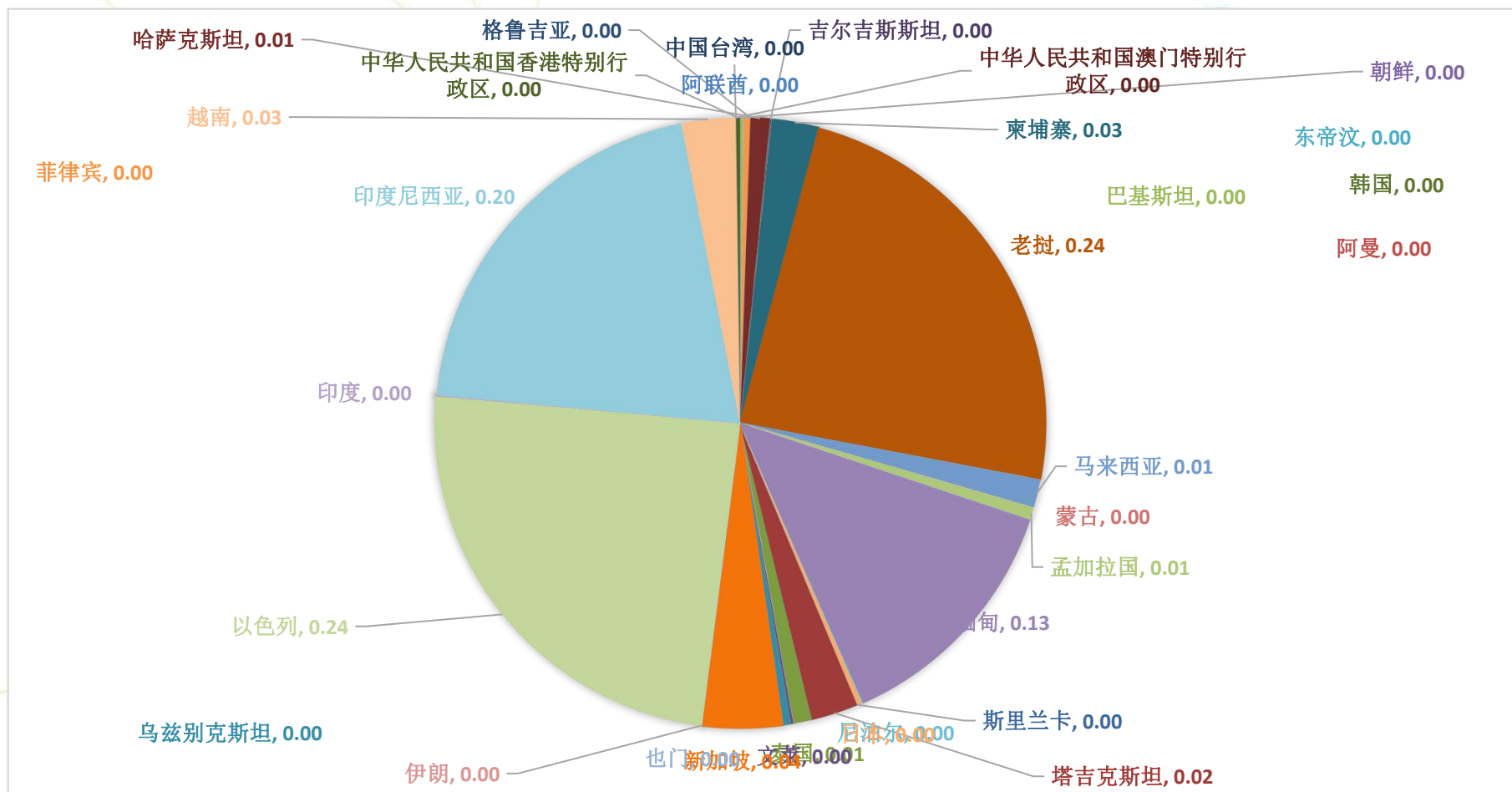
*Unit: (in) hundred million US dollars*

	FDI flows	Percentage
Asia	76.20	67.49
Africa	17.99	15.93
Oceania	15.10	13.37
Europe	2.07	1.84
South Africa	1.55	1.38



## 2.China's Agricultural FDI in Asia(2)

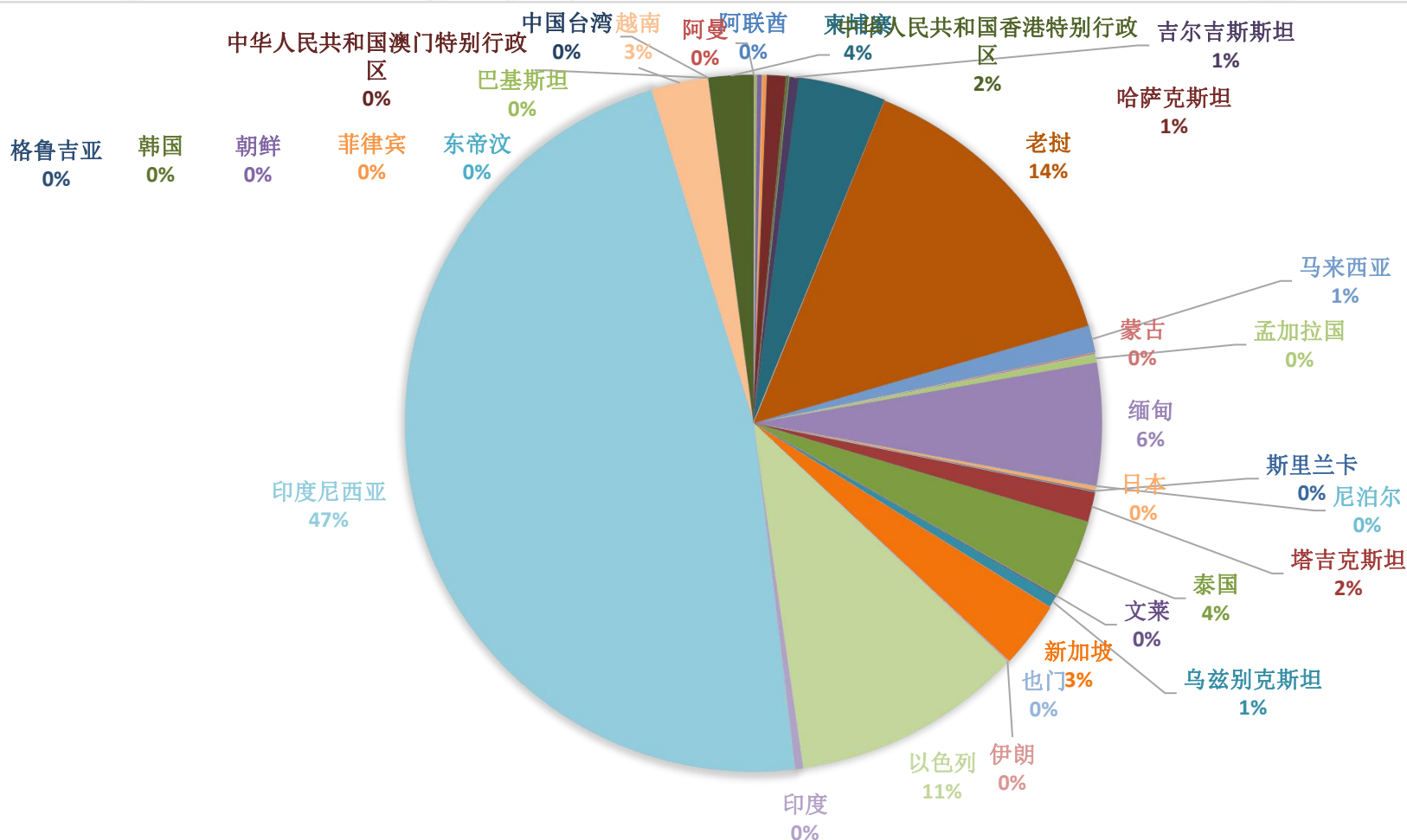
# China's Agricultural Foreign Investment Cooperation



Distribution of China's outward agricultural FDI flows in Asia, 2020

## 2.China's Agricultural FDI in Asia(2)

# China's Agricultural Foreign Investment Cooperation





Distribution of China's outward agricultural FDI stock in Asia, 2020

## Distribution of China's outward agricultural FDI stock by industry in Asia, 2020

*Unit: (in) hundred million US dollars*

	FDI stock	Percentage
Livestock	3.62	2.42%
Cash Crops	85.02	56.76%
Grain Crops	5.28	3.52%
Forestry	13.05	8.72%
Agricultural Equipment	2.65	1.77%
Fishing	3.74	2.50%
Others	36.41	24.31%

## 2.China's Agricultural FDI in Asia(3)

-  In 2020, China invested 101.2 million US dollars in agriculture in Africa, with USD 24.2 million for plantation, USD 5.7 million for livestock, USD 4.2 million for forestry, USD 0.4 for fishery, USD 19.9 for agricultural equipment, and USD 46.8 million for others.
-  In 2020, China invested 495 agribusinesses in Asia, including 301 plantation enterprises, 55 livestock enterprises, 15 forestry enterprises, 47 fishing enterprises, 36 agricultural equipment enterprises and 184 other enterprises.



## 2.China's Agricultural FDI in Asia(4)

- ❑ In 2020, Chinese Agribusinesses hired 109244 Asian workers, contributing USD 28.4 million in tax payment.



Data Source: Report on China's Agricultural Foreign Investment Cooperation

### 3. Case Study : Asia Star Agricultural Co-operation Zone in Kyrgyzstan

- ❖ including agricultural planting, livestock and poultry breeding, slaughtering and processing, feed processing, logistics and storage, processing of agricultural machinery accessories, agricultural free trade bonded area, international trade center and other plates.



### 3-1.Introduction of Chinese Overseas Agriculture Cooperation Zones

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To promote the development of overseas agricultural park, the Ministry of Agriculture and Rural Affairs of China authorized 10 overseas agriculture cooperation zones in 2017, located in **Cambodia, Fiji, Kyrgyzstan, Laos, Mozambique, Sudan, Tanzania, Tajikistan, Uganda and Zambia.**

### 3-1.Introduction of Chinese Overseas Agriculture Cooperation Zones

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Strengthen supervision over the cooperation zones.  
Regulate business operations, guide enterprises to provide **responsible agricultural investment**, and actively perform **social responsibilities**.

Establish a model for foreign investment in agriculture.  
Strengthen supervision over the cooperation zones.  
Regulate business operations, guide enterprises to provide **responsible agricultural investment**, and actively perform **social responsibilities**.



### 3-1.Introduction of Chinese Overseas Agriculture Cooperation Zones

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- Based on the characteristics of agricultural development, the agricultural park serves as a model which effectively intergrates the factors of agricultural industry to realize reasonable arrangements of all links of agricultural production and **improve the efficiency of agricultural investment.**

### 3-1.Introduction of Chinese Overseas Agriculture Cooperation Zones

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With investments in overseas agriculture from enterprises, it aims to select enterprises with good practices as models for the construction of overseas agriculture park. Furthermore, it encourages enterprises to consolidate the construction in order to achieve **Responsible Investment, Inclusive Growth and Sustainable Value**, thus driving development in agriculture and social economy.

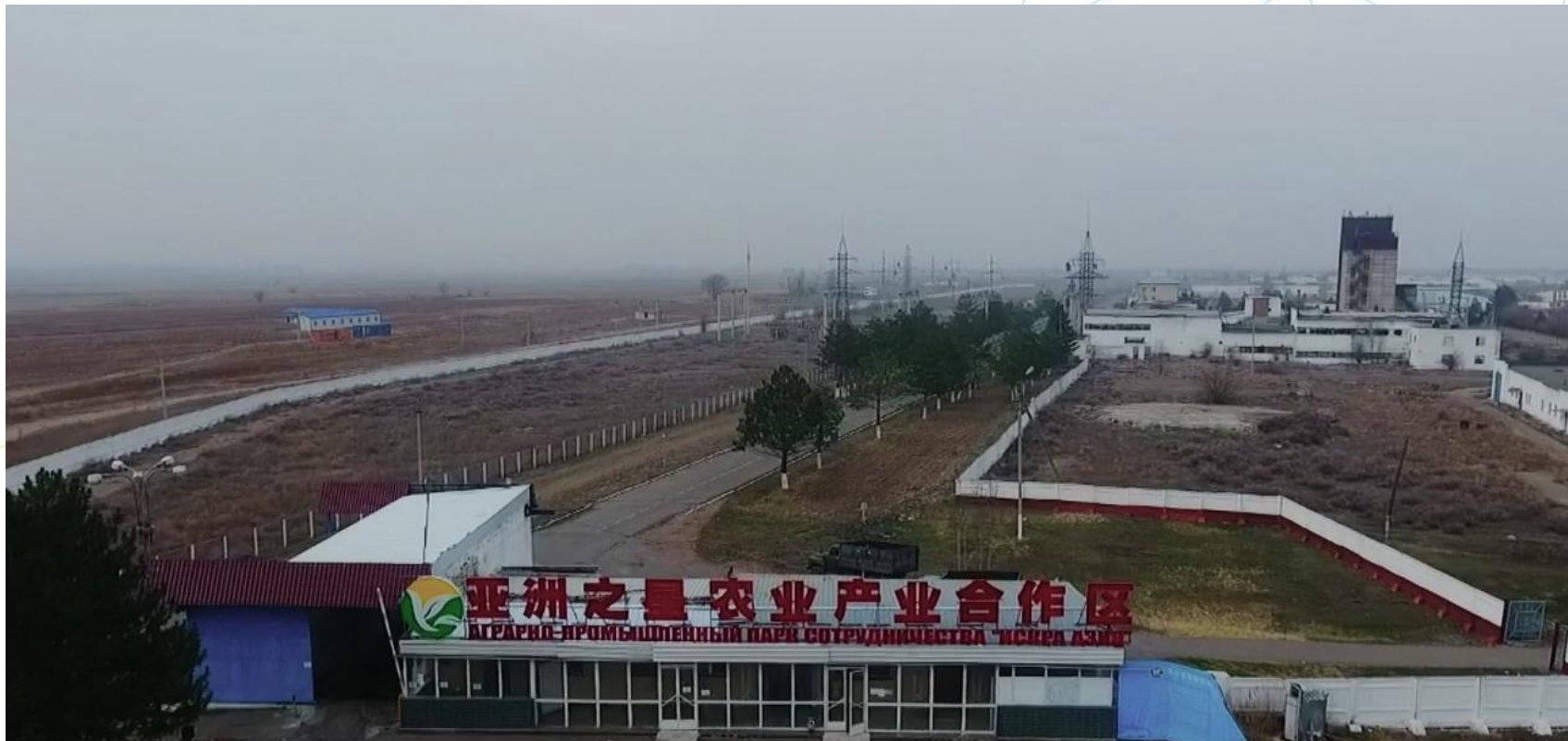
## 3-2. Good Practices of Chinese Overseas Agriculture Cooperation Zones in Asia



"Asia Star" has been recognized by Kyrgyzstan as the first large-scale breeding and processing enterprise.

poultry products already account for about half the market share in Bishkek's large wholesale agricultural markets.

the cooperative zone make full use of Kyrgyzstan's good agricultural and animal husbandry resources as well as China's technological and management advantages to build a comprehensive industrial chain.



- **Increase market supply and enrich vegetable basket:** 50% Drive employment and increase farmers' income: The Kyrgyz side of the park has more than 400 employees
- **Drive industrial upgrading:** agricultural breeding, broiler breeding and slaughtering, and large-scale breeding and slaughtering of beef and mutton have all filled the gap in Kyrgyzstan.
- **The development of the project in the way of the whole agricultural industry chain** can promote the agricultural development and industrial upgrading of





### 3-2. Good Practices of Chinese Overseas Agriculture Cooperation Zones in Asia

Involved in social education, medical care and charity, and has funded many local schools, hospitals and mosques. It has also been providing free water supply to nearby villages for six consecutive years and training local workers.



## 4. Suggestions: solve the problem of financing



*Investigation:* Financing is difficult and expensive, It is difficult for domestic banks to evaluate the overseas assets of enterprises, and it is difficult for domestic banks to guarantee and loan outside the country.





## 4. Suggestions: solve the problem of financing



### “10+10”bank and enterprise Precision Docking Conference



We hope to

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- Private sector partnerships with financial institutions to diversify investments;
- strengthen cooperation between FECC and ADB.





谢谢！ Thank you!

Dr. Yu Min

Foreign Economic Cooperation Center

Ministry of Agriculture and Rural Affairs,  
P.R.China

Tel:13811473228