Microfinance and Marketing Linkage

Bangkok-Pattaya-Ayutaya, Thailand

October 10th – 14th, 2016

1. Background and Overview

Bank of Agriculture and Agricultural Cooperatives (BAAC) – established in 1966 – has been a well known and recognized as government own specialized financial institution in Thailand and in the Asia Pacific region for its outreach of agricultural credit. From many years of operation in farm lending, BAAC learned that credit alone could not fulfill the need of the farmer clients. They need good farm supplies at reasonable prices as well as faire markets to absorb their farm produces.

In response to this, BAAC launched the credit in kind system in 1980 and farm produce correction program in 1984 to assist farmer clients in negotiating buyers on prices, quality, and delivery and payment procedures. Later, the operations have been gradually improved and develop into various forms which now still exist and been recognized today as major tools to influence the market on the benefit of the farmers such as the construction of central market, the government subsidized crop pledging schemes etc. The turning point of the operation is the establishment of Agricultural Marketing Cooperative (AMC) which took over BAAC role of farm supply and farm produce marketing functions.

BAAC would then only assume the important role of supporting and carrying out government mandate aimed at controlling the supply and stabilizing the market prices for agricultural produces. It is worthwhile for APRACA members to share the experience of BAAC in this regard. With this study visit program, the participants will be given the opportunity to learn the development, explore and study the models of financial and marketing linkages developed by Bank for Agriculture and Agricultural Cooperatives (BAAC)

2. Program Objectives

The objectives of the study visit are;

- 2.1 to familiarize the participants with various marketing support programs and marketing arms of BAAC.
- 2.2 to familiarize the participants with the different features of marketing support programs e.g. crop pledging schemes, agricultural central market, BAAC business center in agricultural wholesale market, Agricultural Marketing Cooperative movement etc.

2.3 to explore Thailand most renounced product improvement and marketing, One Tumbol One Product Scheme, and to observe of marketing linkages and products of credit union and Non Government Organization (NGO)

2.4 to share experience among participants of different countries on marketing linkages.

2.5 to provide participants with the opportunities to understand the concept facilitate their skills in formation of the project or be in a position to apply the tools and learn from the study visit to their situation

3. Duration and date

The study visit will cover 7 days, including travel time. The schedule is October 10th – 14th, 2016

4. Participants

The participants will be for middle and senior level officers who are involved in policy formulation, operating supervision in various rural finance institutions or specialized financial institutions

5. Contents

The program has been designed to facilitate learning through interactive methods including discussion and field visit. The participants will have opportunity to interact with the farmers and officials of various agencies involved in the Financial and Marketing Linkage Program. At the end of the program participants will have opportunity to have Group discussion to share viewpoint, make conclusion and recommendation. The contents are as follows:

- 5.1 Introductory session
- 5.2 Overview of BAAC
- 5.3 The initial role of BAAC in farm input supply and farm produce marketing
- 5.4 Formation of Agricultural Marketing Cooperative (AMC) and its APEC organization Thai Agribusiness Company limited (TABCO).
- 5.5 AMCs and TABCO ongoing business operation
- 5.6 Various kinds of marketing support programs crop pledging, central market, crop marketing projects,

6. Costing

6.1 Administrative Fee (5 days)

The Program fees are recommended to be charged per participant.

Staying a double bed room (2 person stay together)

\$USD 1,000 per person (\$USD 200 / Person/Day)

Staying in a single room

\$USD 1,200 per person (\$USD 240 / Person/Day)

The fee which includes:

- -Airport picks up and returns
- -Luncheon and Snacks (As shown in Schedule)
- -In-land transportation
- -Resource person honorarium
- -Field study visit fees
- -Accommodation (6 nights at 3 stars Hotel) including breakfast

The 3 star-hotels

6.3 Payment

The fee should be paid in advance by transferring to Chamnien Saranaka Account, otherwise paying in cash by USD on arrival.

STANDARD PAYMENT INSTRUCTIONS FOR TRANSFER FUNDS TO BENEFICIARY

OF BANK FOR AGRICULTURE AND AGRICULTURAL CO-OPERATIVES (BAAC) IN THAILAND

FIELD	DETAILS				
Account with	SWIFT: ICBKUS33				
Bank (Field 56)	Name: INDUSTRIAL AND COMMERCIAL BANK OF CHINA (NEW				
	YORK)				
	FED ABA: 026014591				
	CHIPS ABA: 1459				
Beneficiary's	BIC/SWIFT Code: BAABTHBK				
Bank (Field 57)	Name: BANK FOR AGRICULTURE AND AGRICULTURAL				
	COOPERATIVES				
	BANGKOK, THAILAND				
Beneficiary's	Account Number: 010002509056				
Name & Address	Beneficiary Account's Name: CHAMNIEN SARANAKA				
(field 59)	FUND				
	469 NAKHONSAWAN ROAD				
	SUAN CHILADA				
	DUSIT				
	BANGKOK 10300 THAILAND				

7. Contact person

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Summary of Countries and Territories entitled for Visa Exemption and Visa on Arrival to Thailand

Nationals of the following					Ordinary Passport							
countries may	Nationa	als of the following	g countries may	enter Thailand without a visa			Nationals of the following countries may enter Thailand without a visa					
apply for Visa on Arrival	Tourist V	Bilateral Agreement			Bilateral Agreement							
Period of stay	Period of stay				Period of stay		Period of stay					
15 days	** 30 days			14 days	30 days	90 days	30 days 90 days		lays			
Bulgaria Bhutan	Australia Austria Belgium Bahrain Brunei Canada Czech Republic Denmark Estonia Finland France Germany Greece Hong Kong Hungary celand indonesia reland srael taly Japan Kuwait Liechtenstein Luxembourg Malaysia Monaco The Netherlands New Zealand Norway	Oman The Philippines Poland Portugal Qatar Singapore Slovak Slovenia Spain South Africa Sweden Switzerland Turkey UAE UK USA Vietnam	* Brazil * Korea (ROK) * Peru	Cambodia Myanmar (International Airports only)	Hong Kong Laos Macau Mongolia Russia Vietnam	Argentina Brazil Chile Korea (ROK) Peru	Cambodia Brunei China Ecuador Hong Kong Indonesia Laos Macau Mongolia Myanmar Oman Pakistan (Diplomatic only) Singapore Vietnam	Albania Argentina Austria Belarus Belgium Bhutan Brazil Chile Colombia Costa Rica Croatia Czech Republic Estonia (Diplomatic only) France (Diplomatic only) Germany Hungary India Israel Italy Japan Korea (ROK) Liechtenstein Luxembourg Malaysia Mexico Montenegro Morocco (as of 18 Feb 2016)	Nepal Panama Peru The Philippines Poland Romania Russia Slovakia South Africa Spain (Diplomatic only) Sri Lanka Switzerland Tajikistan Tunisia Turkey Ukraine Uruguay			

Department of Consular Affairs, 10 February 2016

Remarks

^{*} Nationals of Brazil, Republic of Korea and Peru are entitled for tourist visa exemption scheme. Meanwhile, Thailand also holds bilateral agreements on visa exemption for holders of diplomatic, official and ordinary passports for a visit of not exceeding 90 days with Brazil, Republic of Korea and Peru.

^{**} If such nationals enter the Kingdom at the immigration checkpoints which border neighboring countries, they will be allowed to stay for 15 days each time, except (1) Malaysian nationals who cross the borderline from Malaysia, (2) Nationals of the G7 countries: USA, UK, Canada, France, Germany, Italy and Japan, whose granted period of stay will not exceed 30 days each time. In addition, such nationals who hold diplomatic and official passports are also practically exempted from visa for tourism.

Tentative program

Microfinance and Marketing Linkage

Bangkok-Pattaya-Ayutaya, Thailand

October 10th – 14th, 2016

D 4(0 1)	
Day 1 (Sunday)	
	Arrival at Suvarnabhumi International Airport and Check in at Hotel in
	Bangkok
Day 2 (Monday)	
09.30-10.00	Open the Programe
	Courtesy call at BAAC Head Office
10.00-10.30	Orientation and Expectation Discussion
	Thailand in Brief
10.30-10.45	Tea Break
10.45-12.00	Briefing on Bank for Agriculture and Agricultural Cooperatives
(BAAC)	
	- BAAC Role in Rural Development
	- Credit plus Service
	- BAAC and Strategic partners (APRACA, Government Agencies,
	RACAs)
	- Marketing and Finance Linkage
12.00-13.00	Luncheons
13.00-14.30	Introductions to Agricultural Marketing Cooperatives (AMC)
	- Structures and Administration

services)

- Collective Services

- Production and Marketing Linkage (both collective buying and selling

14.45-15.00 Tea Breaks

15.00-16.00 Visit BAAC Museum

18.00 Welcome Dinner

Stay Overnight at Hotel in Bangkok

Day 3 (Tuesday)

09.00-12.00 Introductions to One Tumbol One Product Scheme (OTOP)

- Local Wisdom Identification and Promotion

- Value Added and Value Creation for Local Products

- Selection and Improvement Mechanism for Local Product (Star Given

System)

- Marketing and Marketing Promotion of OTOP Products

12.00-13.00 Luncheons

13.00-16.00 Visit Association of Asian Confederation of Credit Unions (ACCU)

- Financial and Marketing Linkage

- Rural Saving and Credit

Proceed to Pattaya, Chonburi Province

Stay Overnight at Hotel in Pattaya

Day 4 (Wednesday)

08.30-12.00 Visit BAAC Branch in Pattaya

12.00-13.00 Luncheons

13.00 -16.30 Visit AMC

-Briefing on Credit and Marketing Linkage

- Organic Farm

Process to Ayutaya

Stay Overnight in Ayutaya, Province

Day 5 (Thursday)

08.30-12.00 - Visit the Support Arts and Crafts International Centre of Thailand

(Public Organization)

- Bang Sai Royal Folk Arts and Crafts Center

12.00-13.00 Luncheons

13.00-16.00 - Visiting Farmer Group of OTOP Production

Process to Bangkok

Stay Overnight in Bangkok

Day 6 (Friday)

09.00–12.00 - visit Marketing Organization for Farmers (High Quality Farm's Product)

- Visit Dairy farming Promotion Organization of Thailand

12.00-13.00 Luncheons

15.00-16.00 wrap up the site visit programe

Stay Overnight in Bangkok

Day 7 (Saturday)

Departure for Home Country

Contact person:

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