

## Project Title

Creation of entities on livestock product processing (Municipality of Klos and Mat)

## Project Type

Economic development through revenue increase from local products

## Project Location

All the communes of FA Mat -Klos

## Total Pre-Estimated Budget

31,800,000 Lekë

## Project Background and Analysis

Klos and Mat area is distinguished for special quality of livestock products, because of the climate, vegetation and abundant waters. However, this area has no processing plants for these products, which leads to byproducts remaining in the local market. They do not meet quality standards to pass the national and international markets. Investments in these plants will increase the quality of products for export opportunities and family income in the functional area.

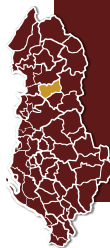
## Specific Objectives of the Project

Sustainable economic development, using local comparative and competitive advantages in dairy products.

## Expected Results and Project Indicators

- Investment in a processing unit of dairy products in the territory of the municipalities of Mat and Klos, with a capacity up to 1 ton per day for milk processing units and 800 kg per day for the meat (2 dairies and 1 sausage factory constructed in the territory of the Area Functional);
- Increased sales volumes and income for local farmers from the marketing of domestic products in the local, regional and national markets (sales volumes and revenues at local level higher than in the last three years, before the establishment of these units).
- Development of registered local brands for domestic products (each association to have its own brand of the product concerned);
- Connection to regional and national institutes of agriculture/livestock farming on support with coaching programs in technology and modern processing methods, in accordance with the climatic conditions of the area (links and cooperation memoranda signed with the Ministry of Agriculture and dependant institutes).

# PROJECT 12



functional area programme  
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## Project Activities

- Feasibility study of investments and request for loans;
- Negotiation on loans with facilitating conditions, with a financial institution (donor, bank or microfinance institution);
- Allocation of loans and initiation of investments. Operationalization of the respective units and marketing of processed goods;
- Creation of local brands for local products and certification system of these brands by institutes of quality assurance.

## Project Maturity

There are no initial concepts and no preliminary phase of this project.

## Financial Resources and Implementation Partners

### Funding sources:

- Donors;
- Banks and financial institutions.

### Partners:

- Ministry of Agriculture, regional directorates of agriculture, dependant institutions;
- Donors: EU, WB, USAID, GIZ;
- Banks: BERZH, ProCredit, Microfinance institutes.

## Project Cost

Feasibility study of investments and request for loans	800,000
Negotiation of loans with facilitating conditions with a financial institution (donor, bank or microfinance institution)	0
Allocation of loans and initiation of investments. Operationalization of the respective units and marketing of processed goods.	30,000,000
Creation of local brands for local products and certification system of these brands by institutes of quality assurance.	1,000,000
<b>Total:</b>	<b>31,800,000</b>