



**NOVEMBER 23rd to 25th 2022**

**MORELIA, MICHOACAN. MEXICO**

# Accelerating Green Finance to Agriculture and Food Sector in Cambodia: The Role of ARDB

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Morelia, Mexico: November 24, 2022

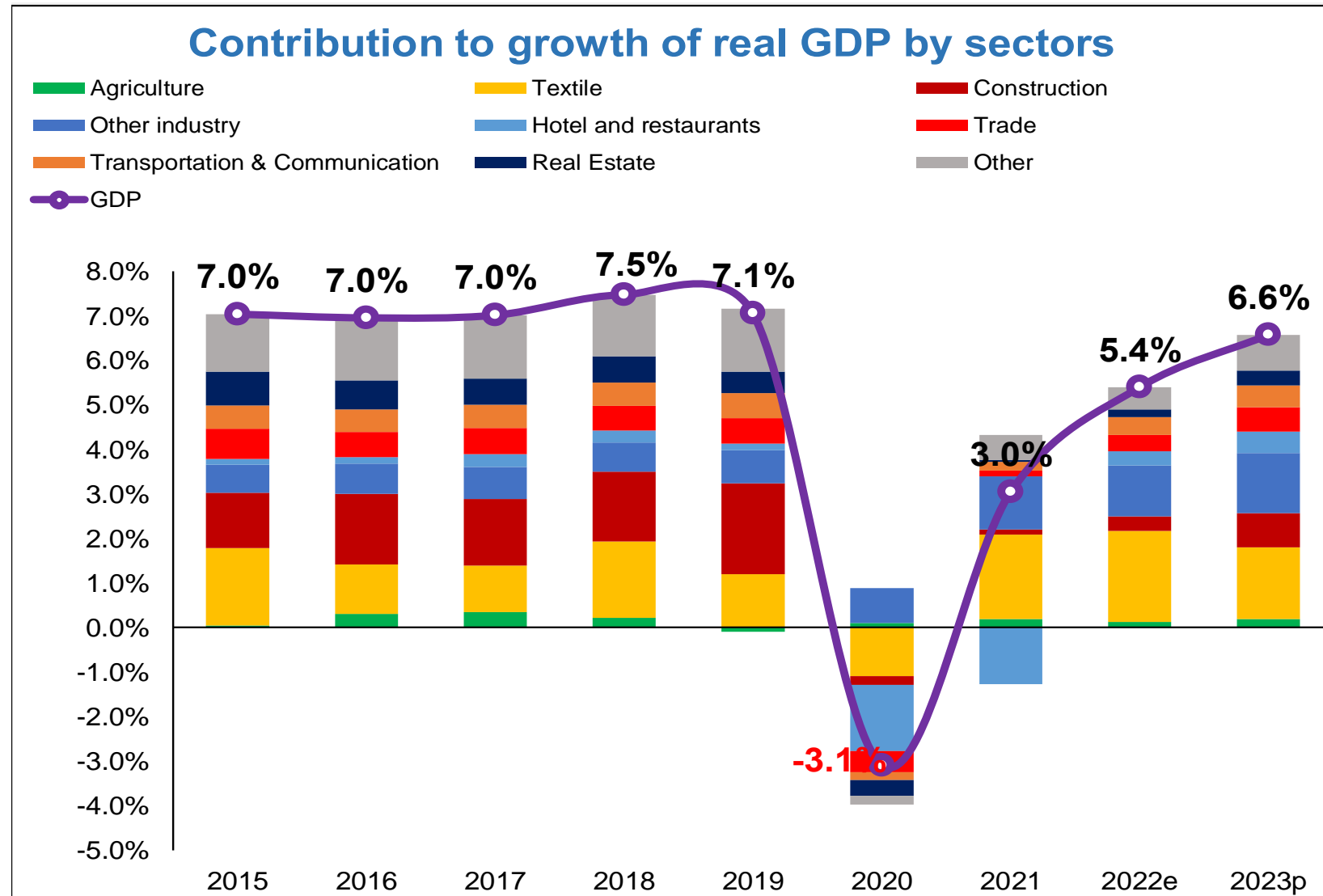


# A Glance at Cambodia

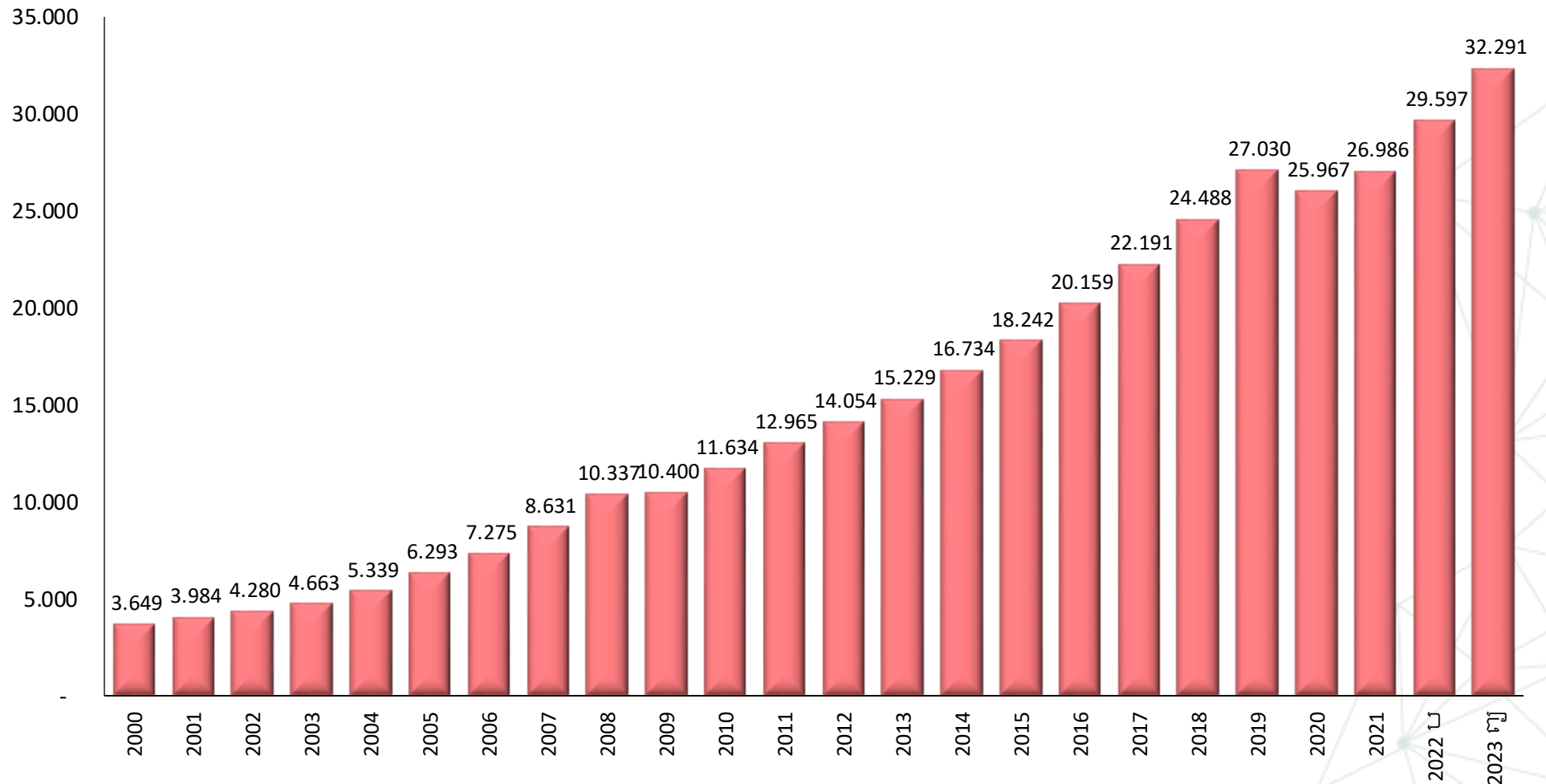
- ❖ Location: Southeast Asia
- ❖ Land Area: 181,035 km<sup>2</sup>
- ❖ Capital: Phnom Penh
- ❖ Official Language: Khmer
- ❖ National Currency: Riel
- ❖ Population (2021): Around 17 million
- ❖ Main Drivers: Agriculture, Garments, Construction, and Tourism



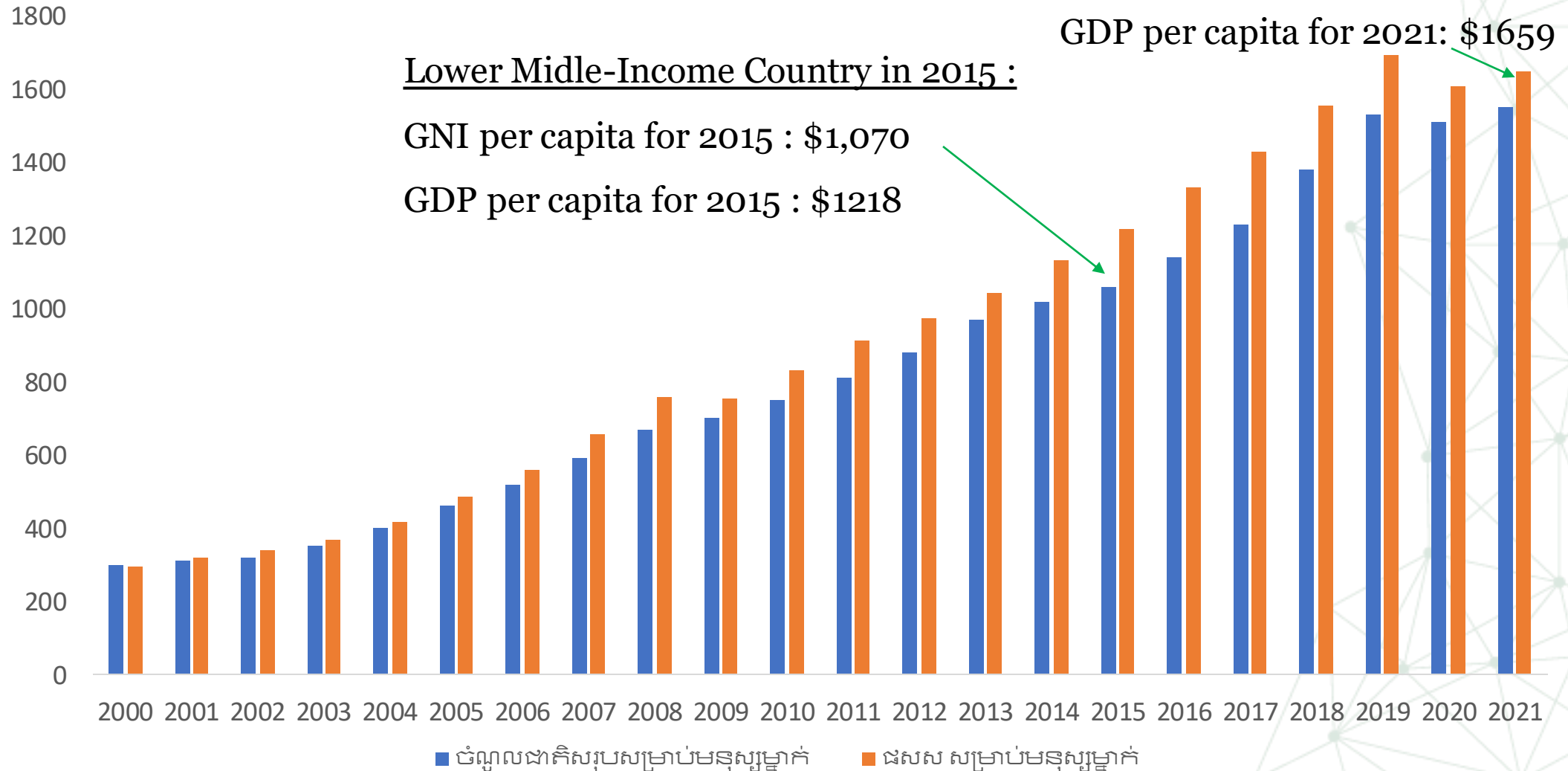
# Recent Cambodia's Economic Performance



# Cambodia's GDP (in USD) at current prices

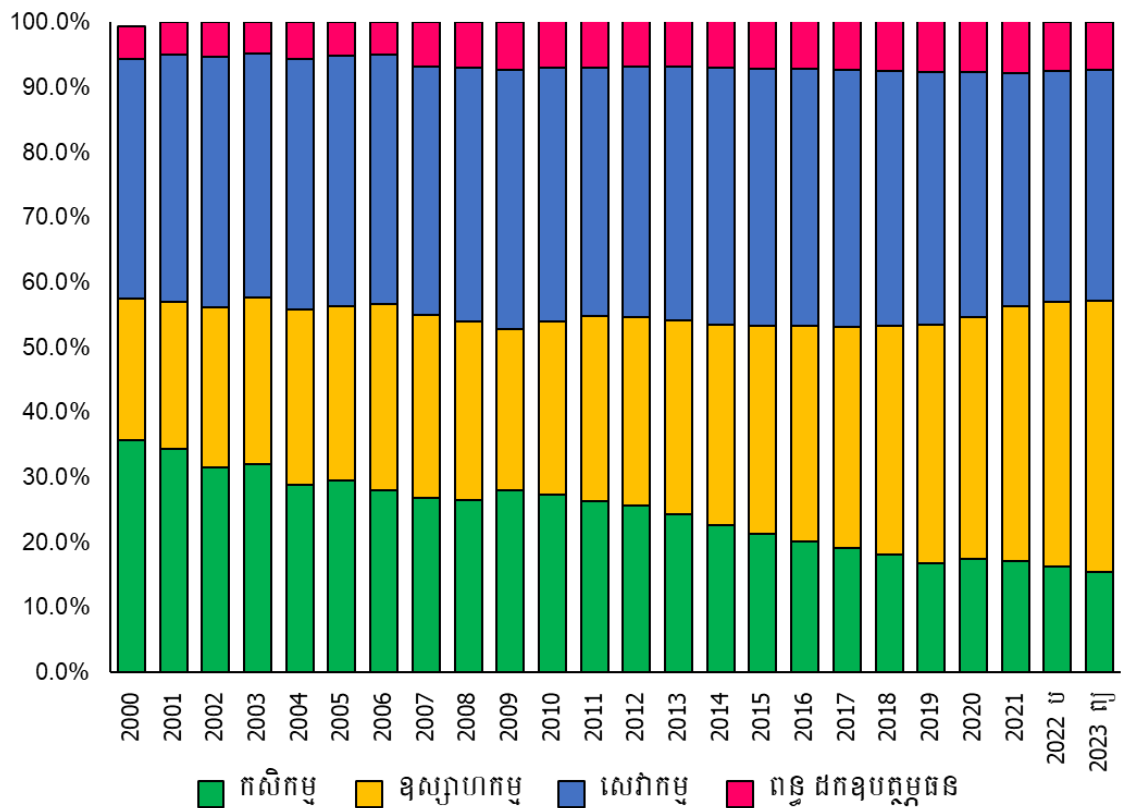


# Cambodia's Per-Capita Income (in USD), 2000-2021

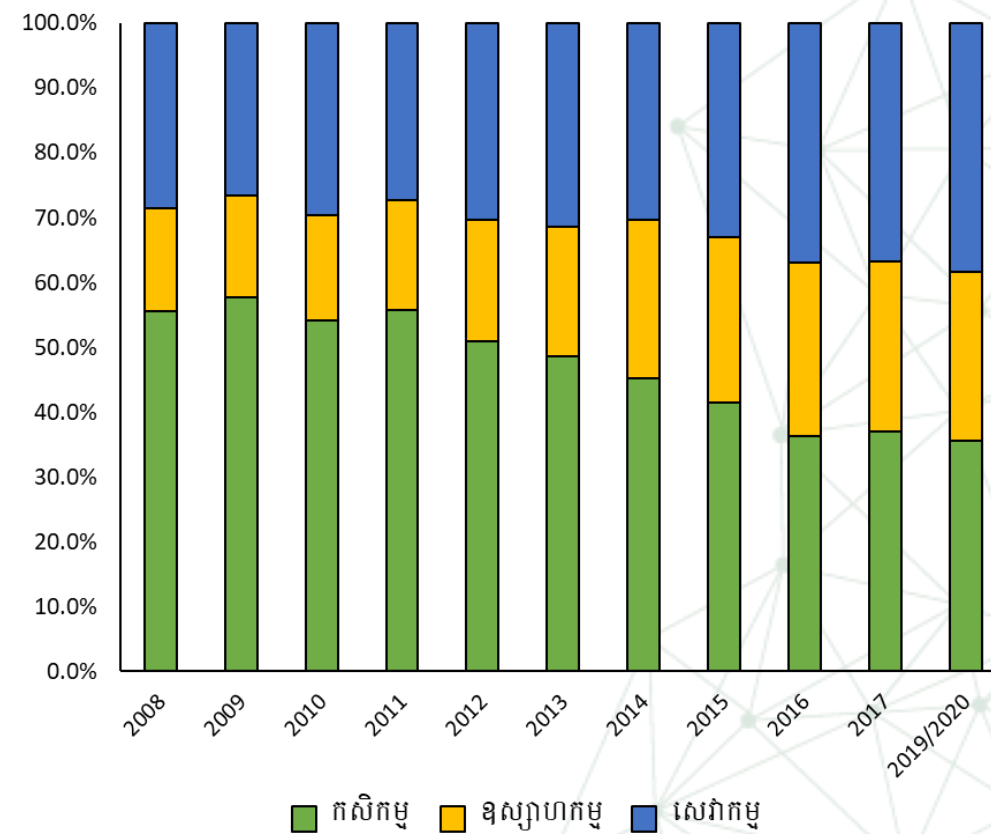


# Structural Change in Cambodian economy

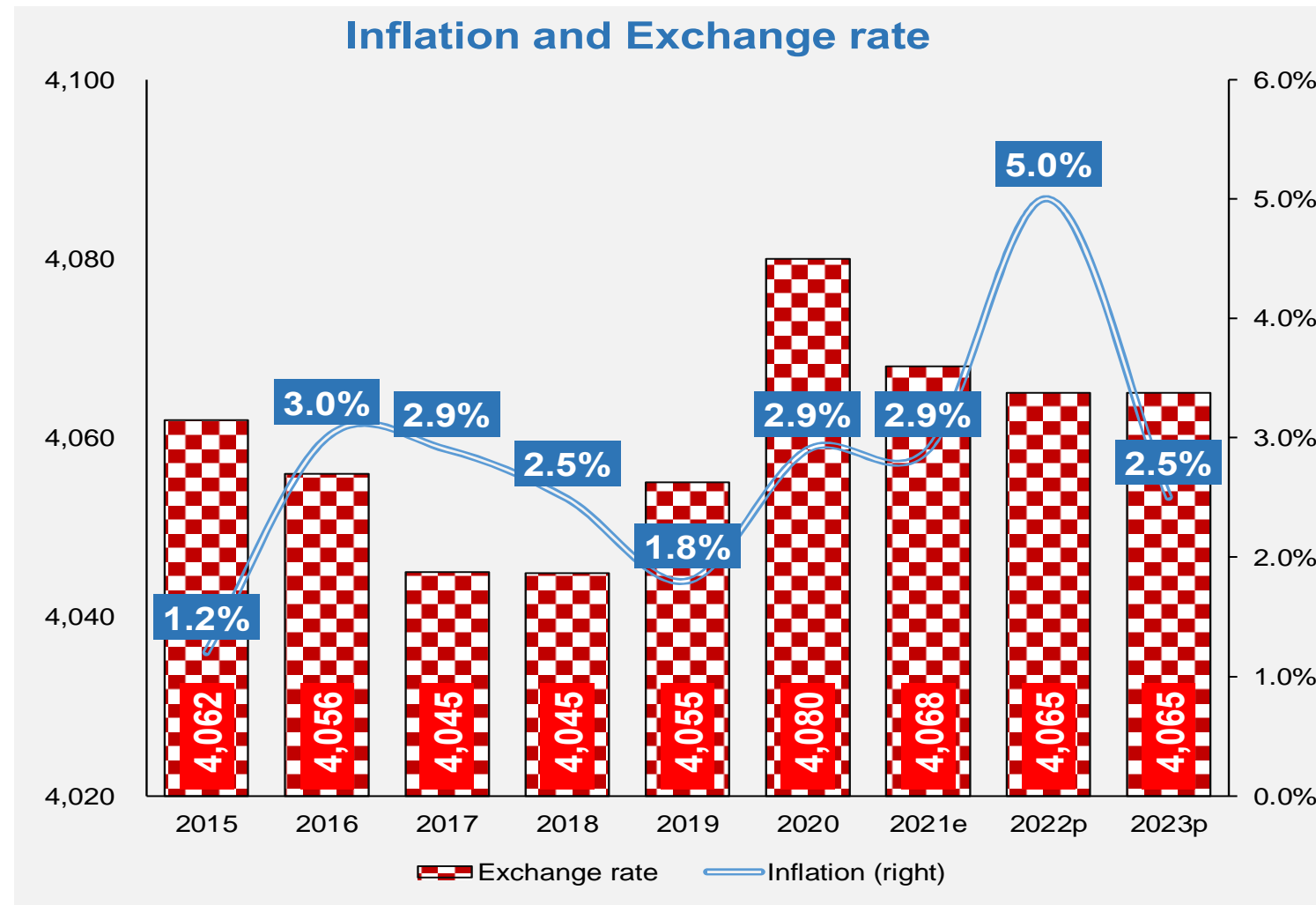
## Contribution to GDP by sector



## Employment share by sector



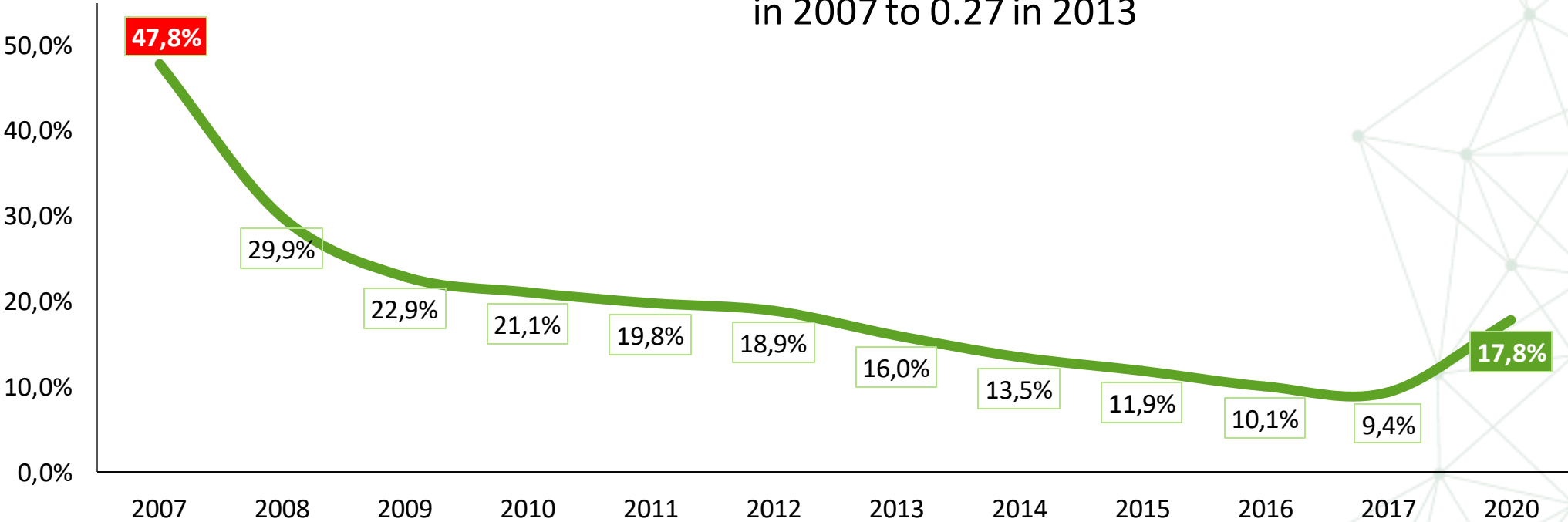
# Inflation



Source: NIS, NBC, & MEF

# Poverty and Inequality

Inequality dropped over time: 0.41  
in 2007 to 0.27 in 2013



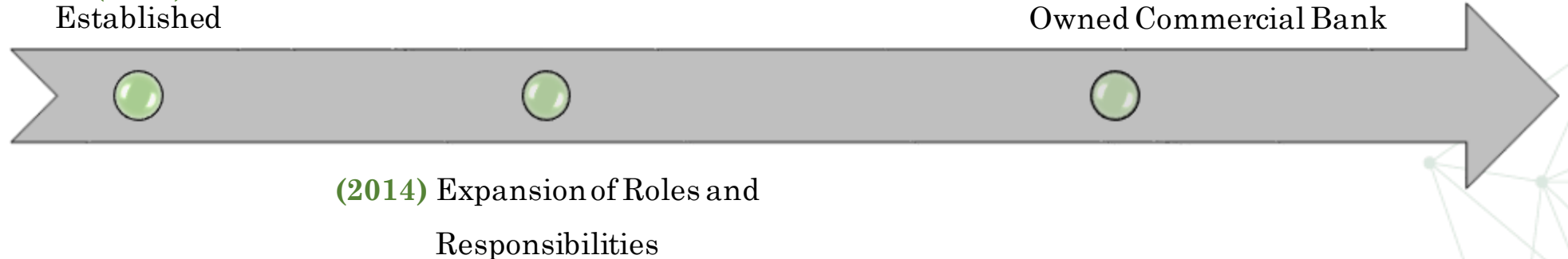


# Agricultural and Rural Development Bank (ARDB)

## Agricultural and Rural Development Bank (ARDB)

(2019) Transforming from State-Owned Specialized Bank to State-Owned Commercial Bank

(1998)  
Established

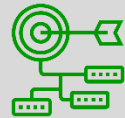


(2014) Expansion of Roles and Responsibilities



### Vision

To be a leading financial institution focusing on the agricultural and rural sector development in Cambodia .



### Mission

1. Developing strong linkage across agricultural value chain actors and rural sector through inclusive end-to-end financial services;
2. Identifying, coordinating, and providing resolutions to market failure in agricultural and rural sectors through strategic partnership;
3. Enhancing diversification of rural economy by providing financial services to small and medium enterprises (SMEs) in rural sector; and
4. Promoting rural sector savings

# Climate Change's Effects in Cambodia

- ❖ Cambodia has been affected by climate change which is witnessed by intense rainfall, high temperatures, and sea level rise.
- ❖ The number of 'hot days' in Cambodia has increased over the last century, reaching 46 days per year.
- ❖ In 2022, floods affected 14 out of 25 of Cambodia's provinces, damaging rural infrastructure and agriculture produces. By 2030, the government forecasted a 12.6% increase in annual rainfall during rainy season.

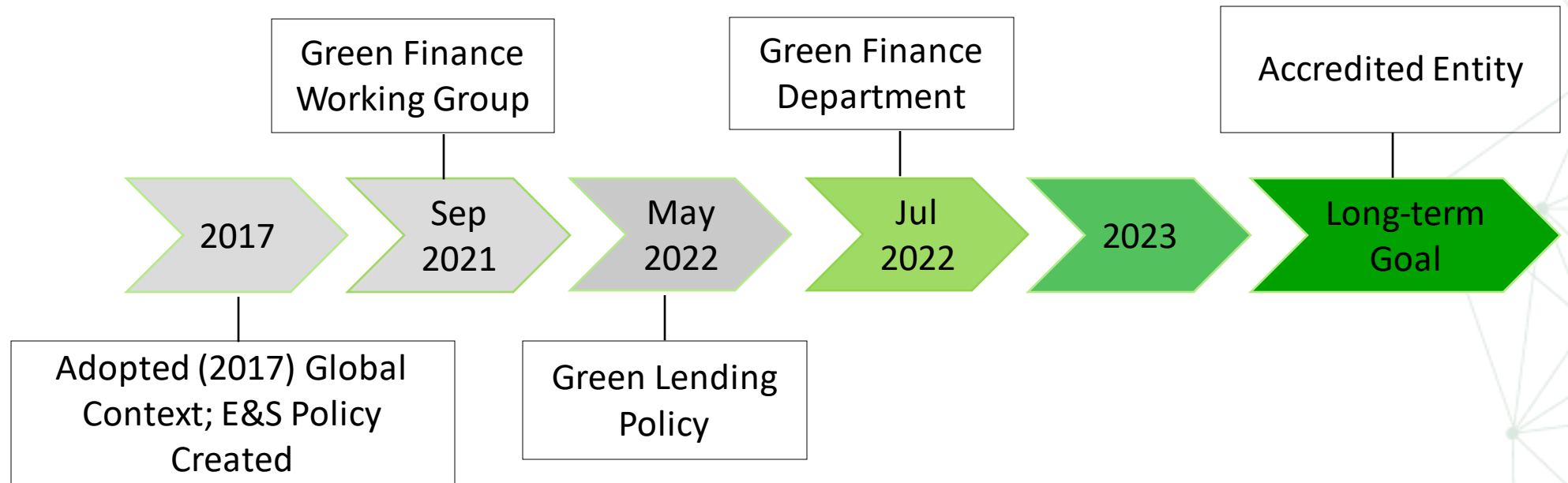
# Promotion of Green Finance in Cambodia

## Cambodia National Level Institutions & Policies

- Banking Industry
- Ministry of Environment (Accredited Entity for Green Climate Fund) – The National Council for Sustainable Development (NCSD)
- National Committee for Sub-National Democratic Development (NCDD)
- Cambodia National Environment Strategy and Action Plan (2016-2023)
- Cambodia Climate Change Strategic Plan (2014-2023)
- National Policy on Green Growth
- National Strategic Plan on Green Growth (2013-2030)
- Cambodian Sustainable Finance Principles Implementation Guidelines (CSFP)
- National Financial Inclusion Strategy 2019 – 2025
- Rectangular Strategy Phase IV/ Pentagon Strategy

\*There are some inter-ministries coordination and involvements as well as policy linkage.

# Role of ARDB in Green Finance



# Green Loans by Sector

Sector	Percentage
Climate Resilience	58.87%
Irrigation System	23.74%
Safe Vegetables	13.20%
Green House	3.34%
Hydroponic System	0.83%
Solar System	0.01%
Share of Green Loans in Loan Portfolio	4.07%

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Thank you!