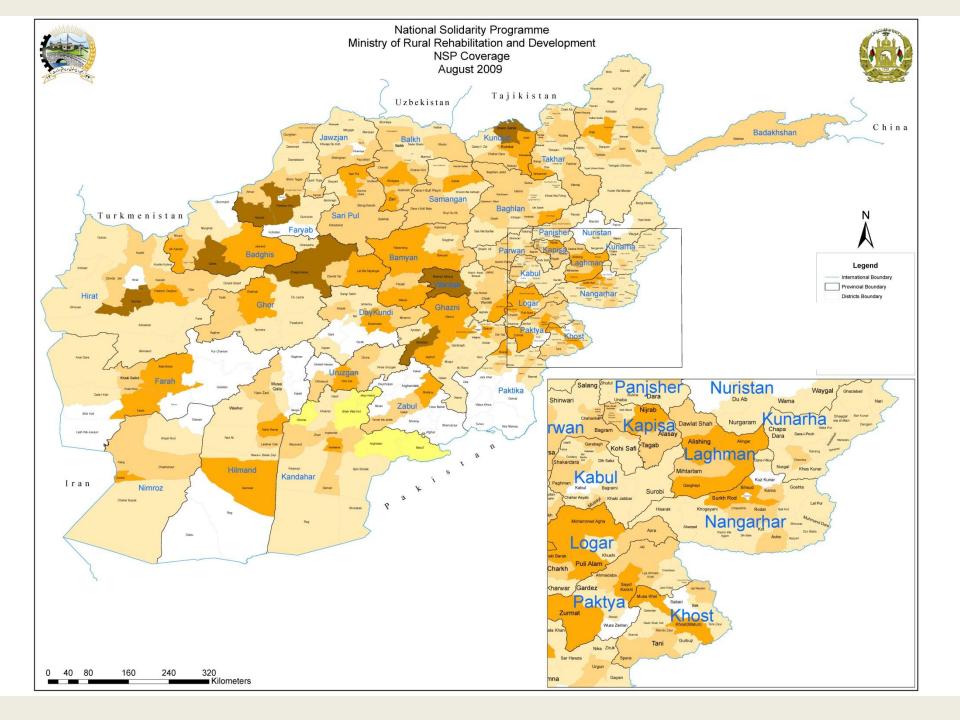


#### **Poverty Reduction Strategy**

Afghanistan

Hamid Majidee Ministry of Rural Rehabilitation and Development December 2011



## Afghanistan: Key data

- **Population**: approximately 30 million (July 2011 estimate, based on a partial census conducted in 1979)
- Area: 652,230 sq km
- **Urban population:** 23% (2010)
- **Rural + Nomads population**: 77%
- Population growth rate: 2.375% (2011 est.)
- Poverty rate Cost of Basic Needs (NRVA 2007/08)
  - Urban: 29.1 %
  - Rural: 36.4 %
  - Nomads: 54.3 %
  - National: 36.0 %
- 20% live just above poverty line and very vulnerable
- National average poverty level is an income of US\$ 27 per person per month

# Main poverty causes

- Insecurity
- High illiteracy rates
- Dependency on subsistence agriculture and livestock, almost non-existent industrial sector
- Poor governance / weak institutions
- Land ownership problems and access to land
- Lack of proper infrastructure and connectivity
- Lack of basic services, especially access to water
- Remoteness, inaccessibility to markets and services
- Gender inequality
- Large family sizes

# **Poverty Alleviation Strategy**

<b>Goal 1:</b> Eradicate extreme poverty and hunger	MDGs
Pillar 1. Security Pillar 2. Governance, Rule of Law and Human Rights Pillar 3. Economic and Social Development	Afghanistan PRSP "Afghanistan National Development Strategy (ANDS)"
(ARD Goal: "Development of prosperous rural and pastoral communities through National Priority Programmes (NPPs)")	<ul> <li>1. Agriculture and Rural Development</li> <li>2. Human Resource Development Cluster</li> <li>3. Economic and Infrastructure Development Cluster</li> <li>4. Governance, Rule of Law and Human Rights Cluster</li> <li>5. Security Cluster</li> </ul>
MRRD's Mission: To alleviate poverty in rural areas by empowering communities and fostering economic and social opportunities	Ministry of Rural Rehabilitation and Development (MRRD) Strategic Intent and Results Framework

#### Actors

- Government with less 50 % on budget not enough ownership
- Military funding = not toward poverty goals confusion on role between military and civilians
- Donor funding through donor agencies and not the Government
- UN budget = over USD 1 billion yearly, with 32 agencies having activities in Afghanistan
- Civil society organizations, including NGOs international and national – enormous
- Nascent private sector

# Challenges & Constraints

- Limited domestic revenue and expenditure reliance on external assistance
- Lack of basic needs
- Lack of census data and accurate poverty line
  - Lack of regular and accurate data on poverty, especially for marginalized groups
  - Insecurity and the transition
  - Illiteracy rates
  - Weak local institutions

## At MRRD

#### Objectives

#### **1. Contribution to Poverty Alleviation**

- (Strategic Focus Area 1): Rural Infrastructure and Economic Development
- (Strategic Focus Area 2): Local Governance
- 2. Create enabling environment for sustainable rural development
  - (Strategic Focus Area 3): Rural Development Policy and Planning
  - (Strategic Focus Area 4): Institutional and Sectoral Development
  - (Strategic Focus Area 5): Human Capital Development
- Seven National Priority Programmes (incl. APRP)
- High Risk Areas Strategy

#### The MRRD Monitoring and Reporting Framework

