

# DEVELOPMENTS IN THE HORTICULTURAL SUPPLY CHAINS IN ZAMBIA

Position Paper for the Global Horticultural Initiative Video  
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# OUTLINE

- Background
- Regional market perspectives
- Post harvest challenges
- Opportunities in alternative freight ways
- Anticipated future trends

# BACKGROUND

- Commercial horticultural developed in the 1980s by ZEGA with support from EU
  - Cold storage
  - Airfreight
  - Member capacity building
- Independent and professional body with 50 members (35 exporters): advise members and address issues challenging their interests including marketing, freight, crop management, etc

# BACKGROUND cont'd

- A lot more needs to be done with the development of the domestic horticultural sector
- System is larger and employs more people
- 21% medium and small-scale farmers involved
- Earns US\$116 million compared to US\$55 million for the export sector

# REGIONAL MARKETS PERSPECTIVES

- Domestic system operates in a regional market
  - Onion is imported from South Africa, Malawi and Tanzania
  - Oranges, apples, pears from South Africa. Some oranges from Zimbabwe
  - These once in Lusaka/mostly Soweto Market are re-distributed to other parts of the country and exported to DRC
  - Tomatoes are not imported but are re-distributed from Soweto to other parts of the country including DRC, Namibia

# REGIONAL MARKETS PERSPECTIVES cont'd

- This regional trade is conducted by private (quite often small traders) who organise their own transport – any that can be hired
- Perishable products from South Africa are transported in refrigerated trucks
- Trade is largely informal and no statistics are available on its extent
- There are no trends on developing cold storage or cold supply chains

# POST HARVEST CHALLENGES

- Transport related losses including produce physical damage
- Poor quality markets offering little protection from the weather elements
- Supply gaps
- Poor market infrastructure
- Lack of or limited storage capacity as well as cold chains
- Limited processing capacity

# OPPORTUNITIES IN ALTERNATIVE FREIGHT WAYS

- Only avenue available to ZEGA is airfreight to Europe – members provide refrigerated transport to cold shed at airport
- Challenges have included high freight costs as well as unavailability of flights
- On the domestic and regional scene, only perishable products from SA are transported in refrigerated trucks
- Other traders use whatever is available quite often damaging produce in transit

# ANTICIPATED FUTURE TRENDS

- Vision is growth in exports with increased smallholder participation
- Complementarity between export and domestic sectors essential
- Need investment in both hard and soft market infrastructure in the traditional market system
  - Developing wholesale markets under PPP concept in selected parts of the country, linked to retail markets in the country and regional markets
  - Building capacity of market managers
  - Developing brokerage services, market information, grades and standards
  - Rehabilitation of major road links and feeder roads
  - Investing in refrigerated transportation
  - Investing in improved local processing capacity