



# Zeus Agro Limited

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**Our Ref:** ZAL/MOFPED/01/2021

**Date:** 10<sup>th</sup> February, 2021

The Minister,  
Ministry of Finance, Planning and Economic Development  
Kampala,  
Uganda

Hon Minister,

**RE: REPORT ON PHASE 1 OF ZEUS AGRO EASTERN AND NORTHERN  
UGANDA RICE OUTGROWERS PROGRAM**



Greetings from Zeus Agro Ltd in Bulambuli. We refer to the above subject matter and report as follows:

In January 2021, Micro Finance Support Center advanced Ugx 1.57 billion and in February 303 million to out growers mobilized by Zeus Agro Ltd as a loan for seed packs with 25 kg of seed, 0.1 liters of yupestar chemicals, 0.1 liters of Yuben carb chemicals, 50 kg pf Rice booster and 50kg of Kr Kyno.

Zeus have so far supplied 3,660 acres to approx. 980 farmers at a cost of Ugx 500,000 per acre. Zeus provides agronomy services and we guaranteed offtake of the paddy harvest from the farmers at Ugx 1,300 per kg for further processing and eventual sales locally.

The farmers have planted the seeds in nursery beds and its germinating well and will mature by April 2021. Expected yield is 2.5 tonnes per acre. Out of the acreage being planted we expect harvest of approximately 10,500.

## **ACTIVITY SCHEDULE FOR PHASE ONE 2020/2021**

MOU was signed	Jan 2020
Allocation of funds	June 2020
Offer letter was signed	December 28 <sup>th</sup> 2020
Ugx 1.5 billion was released	Jan 2 <sup>nd</sup> 2021
Delivery to PACOFA for 484 farmers	Dec 31 <sup>st</sup> 2020
Agronomist training	Dec 31 <sup>st</sup> 2020
Delivery to EUVA 326 farmers	Jan 3 <sup>rd</sup> 2021
Agronomist training	Jan 3 <sup>rd</sup> 2021
Delivery chemicals to PACOFA	Jan 10 <sup>th</sup> 2021
Delivery chemicals to EUVA	Jan 10 <sup>th</sup> 2021
Visit by MAAIF team to monitor	Jan 22 <sup>nd</sup> 2021

Delivery of fertilizers	Jan 26 <sup>th</sup> 2021
Allocation funds	Feb 4 <sup>th</sup> 2021
Delivery to Bugweri, OTEPIC and Kamuli skills center to 606 farmers	Feb 6 <sup>th</sup> 2021

### IMPACT FIGURES TO DATE

Districts: Pallisa, Budaka, Kibuku Kween Bulambuli Sironko Kapchorwa, Kamuli, Bugweri, butebo, bukedea, kumi, ngora, amuria

Farmers: 980

Acres; 3660 acres

Seed pack value Approved: 1.87 billion

Insurance: TBD by government consortium

Total disbursed: 1.87 billion

### PIPELINE ALREADY APPLIED AND AUDITOR NOT REVIEWED IN

DISTRICT	FARMERS	ACRES
Bugisu	980	12000

### PIPELINE ALREADY APPLIED AND NOT REVIEWED

DISTRICT	FARMERS	ACRES
Districts: Apac, Kyanya Dokolo, Otake, Alebtong, Oyam	1077	4000
Alebtong and Agago	2000	8000
Madi Okullo, Koboko, Maracha, Arua, Yumbe, Terego, Pakwach, Nebbi, Zombo,	3000	8000
Kamuli iganga bugiri and bugweri	4000	13000
Bulambuli and Kween	500	16000
Amuru Nwoya, Omoro	4000	13000
Expected increased applications in next Batch	25%	
Areas not covered by Ugx 10,000,000,000 fund	60,000	

### ECONOMIC IMPACT OF THE UGX 2 BILLION APPROVED AND EXPECTED TO DISBURSED BY 15<sup>TH</sup> FEB 2021

ECONOMIC PARAMETERS	APPROVED	PENDING	NOT PROVIDED FOR IN 10BN
Seed pack value	2,000,000,000	8,000,000,000	30,000,000,000
Acres planted	4,000	16,000	60,000
Yield at 2.5 tonnes pe acre	10,000	40,000	150,000
Purchase of seed at 13000. Sales figure of Ugx 16.25 billion (GDP)	13,000,000,000	52,000,000,000	195,000,000,000
A profit of 1,250,000 per acre	5,000,000,000	20,000,000,000	75,000,000,000
Households Impacted		4,000	15,000

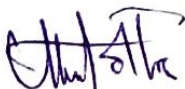
	1,000		
Indirect employment created	300	1,200	4,500
Import Substitution to A Tonne Of 600usd Per Tonne	6,000,000	24,000,000	90,000,000

**Indirect benefits**

- Cash flows have supported purchase of machinery and with mechanization the farmers will triple their production and income
- Each farmer is being profiled and encouraged to do a minimum of 5 acres each to support national policy of minimum number of acres.

With continued support from your Ministry we expect to achieve our objective of increasing rice output in the country.

Yours sincerely,



Elizabeth Kasenene Rumanyika  
**DIRECTOR.**

CC: permanent secretary & Secretary to Treasury Ministry of Finance, Planning & Economic Development

CC: Director Budget, Ministry of Finance, Planning & Economic Development

CC: Director Economic Affairs, Ministry of Finance, Planning & Economic Devt.

CC: Commissioner Tax Policy, Ministry of Finance, Planning & Economic Devt.