

# Vote:015 Ministry of Trade, Industry and Cooperatives

## VI: Vote Overview

### (i) Snapshot of Medium Term Budget Allocations

Table V1.1: Overview of Vote Expenditures

Billion Uganda Shillings	FY2016/17 Outturn	FY2017/18		FY2018/19 Proposed Budget	MTEF Budget Projections			
		Approved Budget	Spent by End Sep		2019/20	2020/21	2021/22	2022/23
Recurrent Wage	1.172	2.110	0.431	2.110	2.321	2.437	2.559	2.686
Non Wage	14.986	17.469	3.311	17.192	20.974	24.120	28.944	34.733
Devt. GoU	16.356	36.187	2.534	36.187	44.148	52.977	52.977	52.977
Ext. Fin.	0.000	8.828	0.000	12.184	17.622	10.919	0.000	0.000
<b>GoU Total</b>	<b>32.514</b>	<b>55.765</b>	<b>6.277</b>	<b>55.488</b>	<b>67.442</b>	<b>79.534</b>	<b>84.480</b>	<b>90.396</b>
<b>Total GoU+Ext Fin (MTEF)</b>	<b>32.514</b>	<b>64.593</b>	<b>6.277</b>	<b>67.672</b>	<b>85.064</b>	<b>90.453</b>	<b>84.480</b>	<b>90.396</b>
<i>A.I.A Total</i>	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
<b>Grand Total</b>	<b>32.514</b>	<b>64.593</b>	<b>6.277</b>	<b>67.672</b>	<b>85.064</b>	<b>90.453</b>	<b>84.480</b>	<b>90.396</b>

### (ii) Vote Strategic Objective

To formulate, review and support policies and programs aimed at promoting and ensuring expansion and diversification of trade, cooperatives and environmentally sustainable industrialization.

## V2: Past Vote Performance and Medium Term Plans

### Performance for Previous Year FY 2016/17

The National Export Development Strategy (NEDS): The Strategy was approved by Cabinet on 25/08/2017. It envisions a focused and dynamic export sector fully responsive to available export opportunities, especially in preferential markets. The overriding objective of NEDS is to increase the value of Uganda's exports of the specified products and services to the targeted markets over the next five years. It intends to narrow the trade deficit as a percentage of total exports from the current annual average of negative 96% to at most negative 35% over the next five years.

Promotion of trade in services: A National Policy on Services Trade was approved by Cabinet on 19/07/2017 which is aimed at boosting trade in services and cause a reduction in the trade deficit. Successful implementation of the policy is expected to contribute significantly to achieving the targeted USD 5 Billion value in exports by 2020.

Implementation of Buy Uganda Build Uganda Policy: Implementation of BUBU is underway and a number of successes have been registered. Hima Cement signed an MoU with China Communication Construction Company (CCCC) to supply 120,000 tonnes of cement for three major projects: expansion of Entebbe Airport, Mubende-Kakumiro-Kagadi road project and Soroti-Moroto highway; Standard Gauge Railway (SGR) Project has apportioned USD 750 Million to local producers and manufacturers. Hima Cement will supply 830,000 tonnes of cement towards SGR and 3 steel companies (Steel & Tube, Madhvani and Roofings) which will supply 850,000 tonnes of steel. MTIC is to work with the project to ensure that other local companies form consortiums to take

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advantage of the among others.

**Strengthening Commercial Extension Services in the Local Governments:** The Ministry has continued to support District Commercial Officers (DCOs) through the Commercial Services Conditional Grant to facilitate commercial extension services at the Local Governments. In FY 2016/17, a total of shs.2.3 billion was released as conditional non-wage grant to all districts and municipalities countrywide and the Ministry has continued to undertake trainings for DCOs to enhance their capacity to deliver commercial services.

**Promotion of Cross Border Trade through the Development of Border Export Zones:** The Government of Uganda, in 2010, developed and adopted a Border Export Zones/Border Market Program (BMP) to position the country and help in harnessing regional market opportunities. The Project Implementation on progress is as follows;

- The Project has been allocated land in seven districts of Amuru (247 acres at Elegu), Busia (173 acres at Masafu), Kabale (238.8 Acres at Katuna), Kasese (3 acres at Mpondwe), Manafwa (89.3 acres at Lwakhakha), and Koboko (78 hectares at Oraba).
- Feasibility Studies: Development of Master Plans and documentation of Bills of Quantity have been undertaken for the following Border Export Zones: Elegu, Lwakhakha, Busia, Katuna, Kikagati and Oraba.
- Development of the Environmental Impact Assessment has been done for Katuna, Elegu, Busia, Lwakhakha and Oraba.
- Funding of 1m Euro was secured from COMESA under the RIIP 11 Project for construction of one border market in FY2017/2018.
- USD \$2m was secured from the World Bank under the GLTF to develop a border market at Mpondwe. Mpondwe border export zone was launched on 25th September,2017

Profiled and evaluated 1,500 MSMEs in the selected districts of Gulu, Hoima, Masindi and Kiryandogo. Results showed 40% of the business ownership at age bracket of below 30 years, 73% received business and technical skills training and acknowledged impact on increased productivity and income while less than 10% have formalised their businesses.

Trained and sensitized over 150 MSMEs and technically assisted 20 MSMEs in Manufacturing with respect to Energy management, efficiency and cleaner production technologies with the support from the European Union under the Switch Africa Green (SAG).

Provided processing/value addition facilities to cooperatives under rural industrialization strategy and a number of inspections and Special General Meetings have been conducted to address governance and management challenges in some cooperative societies and unions such as Bundibugyo Energy Cooperative Society, Biomass Traders Cooperative Society, Abasaija Kweyamba Mubuku Farmers Cooperative Society Ltd, Abasaija Ndemu Farmers Cooperative Society Ltd, Ssezibwa Taxi Drivers Cooperative Society Ltd etc.

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## Performance as of BFP FY 2017/18 (Performance as of BFP)

Master plan for 4 exports zones that include Busia, Elegu, Lwakhakha and Katuna developed; Developed regulations on restriction of trading by non-citizens in certain goods, services and business areas, regulations were submitted to Ministry of Justice for review and drafting; Prepared an inventory of locally produced goods and services to benefit from BUBU, the information was got through the DCOs; Harmonized the sale of goods on consumer protection Bill, the issues have been considered by Ministry of Justice and finalizing with the Consumer Protection Bill; 40 MSME strategy stakeholder's consultative meeting, convened, attended strategy presented and input captured; 60 MSMEs Monitored and provided technical guidance on Good Manufacturing Practices and Marketing in Kibale, Kyenjonjo, Kamwenge, Hoima, Kiryandongo and Masindi, Districts; 200 MSMEs mobilized and vetted to participate in the 18th EAC Jua Kali/Nguvu Kazi Exhibition in: Mbale, Soroti, Iganga, Jinja, Masaka, Mbarara, Bushenyi, Kabarole, Lira, Gulu, Arua, Kampala, Wakiso, Mukono, Kayunga, Mpigi & Luwero Districts; 50 MSMEs trained in hands on skills to produce demanded Products and Services in right Quality Framework; 20 awareness guidelines and training materials developed on quality Maintenance; Consultations ongoing on revival of Cooperative Bank and already secured a list members of the Bank (Liquidation); Participated in the high level agricultural scientists, innovators conference - Exhibition component, Ignite My SME Seminar by Financial Access Commerce & Trade Services (FACTS) with the Hon. Minister of Trade, Industry and Cooperatives; District/Municipality Commercial Services and Trade work plans reviewed, and implemented activities monitored. Technical guidance tendered in the above Districts; Reviewed and completed the recommendation of the review was to develop a new policy, the process of developing a new policy started in mid-October, 2017; Development of the Alcohol Bill: Presented to Cabinet Secretariat and now incorporating comments and further consultations with stakeholders is also ongoing; Development Bill: Drafted principles which were approved by the executive, made consultations with stakeholders, appointed a technical working group and together with Ministry of Justice and Constitutional Affairs the Ministry is finalizing the principles for submission to Cabinet Secretariat; Sugar Bill: In Parliament with the Tourism, Trade and Industry Parliamentary committee and consultations with the sugar cane out growers, sugar millers, distributors and the general public is ongoing.

Field visit was undertaken to ascertain the status of tea growing in district before a tea factory is set up and also the stakeholder meeting was held in Zombo. Funds transferred to the proprietor of Insigniro Fruit Factory.

## FY 2018/19 Planned Outputs

- Establishment of Insigniro Fruit Factory - Feasibility study and Business Plan reports produced and Factory furnished with increased product storage cooling capacity system.
- Establishment of Luwero Fruit Factory - EIA and Business Plan reports produced and the Factory site furnished with utilities and amenities for example potable water and power.
- Establishment of zonal agro-processing facilities and Establishment of a Food City Complex specifically to add value to cereals; Mineral Processing: Lake Katwe Salt Project in Kasese District, Sponge Iron Ore Project in Kabale and Kisoro, Cement Manufacturing in Moroto and Sheet Glass Manufacturing at Diimu in Masaka.
- Establishing Border Market and enhancing value addition and value chains of the border markets.
- Through Rural Industrial Development Project; the project aims: Establishing functional value addition facilities to districts, strengthening Agricultural Marketing Cooperatives through establishment of collective marketing infrastructure, Training members of the beneficiary enterprises in business management and value addition skills, supporting beneficiary enterprises to undertake product packaging, branding and quality certification, establishing Training and Common Facility/Incubation Centers, supporting beneficiary enterprises to develop bankable business plans, and assisting the enterprises on the programme to register patents and trademarks.

## Medium Term Plans

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In accordance with NDP II, Vision 2040 and the Sector Development Plan, the Ministry of Trade, Industry and Cooperatives, along with its Agencies, the following strategies will be implemented in the Medium Term.

**Trade:** Develop and Implement a gift policy to ensure export promotion; implement the Buy Uganda Build Uganda Policy; Strengthen Uganda's standards development and quality infrastructure and processes to guarantee industry competitiveness especially SMEs; Adopt the use of standards in public policy and legislation to foster business competitiveness; Increase awareness on standardization among public and private sector decision makers to enhance competitiveness and improve consumer protection.

**Industry:** Enhance value addition to primary products; Promote Small and Medium Enterprises (SME) industrial development to ensure export promotion; implementation and dissemination of laws, regulations and standards in line with demonstrated priorities and anticipated needs in standardization.

**Cooperatives:** Strengthen the policy and legal framework of cooperative Societies; Promote Value Addition and Collective Marketing; Improve access to financial services for the cooperative institutions; strengthening the capacity of cooperative institutions; Increase Productive capacity and Productivity of the Members of the Cooperative Movement; Promote cooperative education and training; promote partnerships and linkages; establish and strengthen co-operative information systems and Expand the scope and range of co-operative enterprises.

### Efficiency of Vote Budget Allocations

Much of the Ministry's budget has been allocated to mainly been development of exports zones and establishment of Tea Factories (Zombo, Nebbi, Kabale, Kisoro, Mabaale, Kayonza) which is in line with the mandate of the ministry.

### Vote Investment Plans

The Ministry plans for capital expenditures for financial year 2018/2019 will be mainly expenditures on construction of border export zones; operationalization of soroti fruit factory; procurement of tea factory equipment; procurement of transport equipment.

### Major Expenditure Allocations in the Vote for FY 2018/19

The major expenditure in the Ministry for the Financial Year 2018/2019 is mainly short consultancies (Kiira Motors Corporation) capital expenditures on construction of border export zones; operationalising soroti fruit factory; procurement of tea factory equipment; procurement of transport equipment.

## V3: PROGRAMME OUTCOMES, OUTCOME INDICATORS AND PROPOSED BUDGET ALLOCATION

**Table V3.1: Programme Outcome and Outcome Indicators**

<b>Vote Controller :</b>	
<b>Programme :</b>	<b>01 Industrial and Technological Development</b>

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<b>Programme Objective :</b> This Programme is responsible for policy formulation, planning and coordination; and promoting the expansion, diversification and competitiveness of the industrial sector.							
<b>Responsible Officer:</b> Commissioner - Industry and Technology							
<b>Programme Outcome:</b> Industrial Facilitation, Promotion and Cluster Competitiveness							
<i>Sector Outcomes contributed to by the Programme Outcome</i>							
<b>1. Increased employment in the manufacturing sector</b>							
<b>Programme Performance Indicators (Output)</b>	<b>Performance Targets</b>						
	<b>2016/17 Actual</b>	<b>2017/18 Target</b>	<b>Base year</b>	<b>Baseline</b>	<b>2018/19 Target</b>	<b>2019/20 Target</b>	<b>2020/21 Target</b>
• Percentage contribution of manufacturing to GDP	0				6%	7%	8%
• Access to Common Industrial Facilities	0				10%	12%	12%
<b>Vote Controller :</b>							
<b>Programme :</b> 02 Cooperative Development							
<b>Programme Objective :</b> This Programme is responsible for policy formulation, planning and coordination; and promoting, strengthening and expanding the cooperative movement structure, diversity, operations and competitiveness for socially inclusive economic development.							
<b>Responsible Officer:</b> Commissioner - Cooperatives Development							
<b>Programme Outcome:</b> Cooperatives Promotion and Structural Competitiveness							
<i>Sector Outcomes contributed to by the Programme Outcome</i>							
<b>1. Increased productivity in the manufacturing industry.</b>							
<b>Programme Performance Indicators (Output)</b>	<b>Performance Targets</b>						
	<b>2016/17 Actual</b>	<b>2017/18 Target</b>	<b>Base year</b>	<b>Baseline</b>	<b>2018/19 Target</b>	<b>2019/20 Target</b>	<b>2020/21 Target</b>
• Percentage of Youth engaged in Cooperative Business	0				10%	12%	15%
• Percentage of Cooperatives Exports in Total Exports	0				2%	3%	4%
<b>Vote Controller :</b>							
<b>Programme :</b> 04 Trade Development							
<b>Programme Objective :</b> This Programme is responsible for developing, coordinating, regulating, promoting and facilitating domestic and external trade with particular emphasis on export promotion and access to regional and international markets.							
<b>Responsible Officer:</b> Director - Trade Industry and Cooperatives							
<b>Programme Outcome:</b> Domestic and Foreign Trade Facilitation and Promotion							
<i>Sector Outcomes contributed to by the Programme Outcome</i>							
<b>1. Increased productivity in the manufacturing industry.</b>							
<b>Programme Performance Indicators (Output)</b>	<b>Performance Targets</b>						
	<b>2016/17 Actual</b>	<b>2017/18 Target</b>	<b>Base year</b>	<b>Baseline</b>	<b>2018/19 Target</b>	<b>2019/20 Target</b>	<b>2020/21 Target</b>
• Percentage growth in trade of Domestically Produced Products & services	0				5%	6%	8%

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• Access to Common Trade Infrastructure and Development	0				10%	12%	12%
• Percentage utilization of Foreign Trade Agreements by Business Community	0				10%	15%	18%
<b>Vote Controller :</b>							
<b>Programme :</b> 07 MSME Development							
<b>Programme Objective :</b> The objective of this Programme is to provide a focal coordination institution for formulating, implementing and monitoring policies and programs for the promotion and development of Micro, Small and Medium scale enterprises in the country.							
<b>Responsible Officer:</b> Director - Micro, Small and Medium Enterprises							
<b>Programme Outcome:</b> MSMEs Business Growth and Competitiveness							
<i>Sector Outcomes contributed to by the Programme Outcome</i>							
<b>1. Increased productivity in the manufacturing industry.</b>							
	<b>Performance Targets</b>						
<b>Programme Performance Indicators (Output)</b>	<b>2016/17 Actual</b>	<b>2017/18 Target</b>	<b>Base year</b>	<b>Baseline</b>	<b>2018/19 Target</b>	<b>2019/20 Target</b>	<b>2020/21 Target</b>
• Percentage growth of formalised MSMEs in domestic and export market	0				5%	6%	6%
• Percentage of MSMEs implementing good business and technical management practices.	0				50%	56%	70%
<b>Vote Controller :</b>							
<b>Programme :</b> 49 General Administration, Policy and Planning							
<b>Programme Objective :</b> This Programme is responsible for providing the essential administrative, policy and strategic guidance, human resource management, and financial related services and auxiliary facilities to the Ministry's Directorates, Departments and Units.							
<b>Responsible Officer:</b> Under Secretary - Finance and Administration							
<b>Programme Outcome:</b> Policy Guidance and Strategic Direction							
<i>Sector Outcomes contributed to by the Programme Outcome</i>							
<b>1. Increased productivity in the manufacturing industry.</b>							
	<b>Performance Targets</b>						
<b>Programme Performance Indicators (Output)</b>	<b>2016/17 Actual</b>	<b>2017/18 Target</b>	<b>Base year</b>	<b>Baseline</b>	<b>2018/19 Target</b>	<b>2019/20 Target</b>	<b>2020/21 Target</b>
• Percentage implementation of the Sector Development Plan	0				65%	75%	90%
• Percentage of Sector Policies Implemented	0				80%	85%	85%

**Table V3.2: Past Expenditure Outturns and Medium Term Projections by Programme**

Billion Uganda shillings	2016/17	2017/18		2018-19	MTEF Budget Projections			
	Outturn	Approved Budget	Spent By End Q1	Proposed Budget	2019-20	2020-21	2021-22	2022-23
<b>Vote :015 Ministry of Trade, Industry and Cooperatives</b>								
01 Industrial and Technological Development	16.581	36.984	2.775	36.984	45.080	53.939	54.429	55.014

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02 Cooperative Development	7.762	6.309	0.938	6.309	7.671	8.808	10.488	12.503
04 Trade Development	2.127	11.185	0.602	14.542	20.441	14.109	3.746	4.410
07 MSME Development	0.000	1.377	0.288	1.377	1.652	1.874	2.208	2.608
49 General Administration, Policy and Planning	9.166	8.738	1.688	8.461	10.219	11.723	13.608	15.862
<b>Total for the Vote</b>	<b>35.636</b>	<b>64.593</b>	<b>6.292</b>	<b>67.672</b>	<b>85.064</b>	<b>90.453</b>	<b>84.480</b>	<b>90.396</b>

## V4: SUBPROGRAMME PAST EXPENDITURE OUTURNS AND PROPOSED BUDGET ALLOCATIONS

**Table V4.1: Past Expenditure Outturns and Medium Term Projections by SubProgramme**

Billion Uganda shillings	2016/17	FY 2017/18		2018-19	Medium Term Projections			
	Outturn	Approved Budget	Spent By End Sep	Proposed Budget	2019-20	2020-21	2021-22	2022-23
<b>Programme: 01 Industrial and Technological Development</b>								
1111 Soroti Fruit Factory	10.012	7.983	0.378	7.983	9.739	11.687	11.687	11.687
1164 One Village One Product Programme	0.167	0.000	0.000	0.000	0.000	0.000	0.000	0.000
12 Industry and Technology	2.346	2.014	0.373	2.014	2.416	2.742	3.232	3.817
1250 Support to Innovation - EV Car Project	4.055	10.000	0.997	10.000	12.200	14.640	14.640	14.640
1495 Rural Industrial Development Project (OVOP Project Phase III)	0.000	0.488	0.077	0.488	0.595	0.714	0.714	0.714
1498 Establishment of Zonal Agro-Processing Facilities	0.000	16.500	0.950	16.500	20.130	24.156	24.156	24.156
<b>Total For the Programme : 01</b>	<b>16.581</b>	<b>36.984</b>	<b>2.775</b>	<b>36.984</b>	<b>45.080</b>	<b>53.939</b>	<b>54.429</b>	<b>55.014</b>
<b>Programme: 02 Cooperative Development</b>								
1203 Support to Warehouse Receipt System	0.000	0.150	0.000	0.150	0.183	0.220	0.220	0.220
13 Cooperatives Development	7.762	6.159	0.938	6.159	7.488	8.588	10.268	12.283
<b>Total For the Programme : 02</b>	<b>7.762</b>	<b>6.309</b>	<b>0.938</b>	<b>6.309</b>	<b>7.671</b>	<b>8.808</b>	<b>10.488</b>	<b>12.503</b>
<b>Programme: 04 Trade Development</b>								
07 External Trade	1.037	1.699	0.472	1.699	2.044	2.324	2.747	3.253
08 Internal Trade	0.298	0.526	0.119	0.526	0.619	0.691	0.795	0.919
1246 District Commercial Services Support Project	0.198	0.000	0.000	0.000	0.000	0.000	0.000	0.000
1291 Regional Integration Implementation Programme [RIIP] Support for Uganda	0.000	8.028	0.000	11.384	17.622	10.919	0.000	0.000
1306 National Response Strategy on Elimination of Non Tariff Barriers (NRSE-NTB's)	0.543	0.800	0.000	0.800	0.000	0.000	0.000	0.000
16 Directorate of Trade, Industry and Cooperatives	0.057	0.132	0.012	0.132	0.156	0.175	0.204	0.238
<b>Total For the Programme : 04</b>	<b>2.134</b>	<b>11.185</b>	<b>0.602</b>	<b>14.542</b>	<b>20.441</b>	<b>14.109</b>	<b>3.746</b>	<b>4.410</b>
<b>Programme: 07 MSME Development</b>								
18 Directorate of MSMEs	0.000	0.183	0.019	0.183	0.219	0.248	0.292	0.344
19 Processing and Marketing Department	0.000	0.532	0.084	0.532	0.637	0.722	0.849	1.000
20 Business Development and Quality Assurance Department	0.000	0.662	0.185	0.662	0.796	0.905	1.068	1.264
<b>Total For the Programme : 07</b>	<b>0.000</b>	<b>1.377</b>	<b>0.288</b>	<b>1.377</b>	<b>1.652</b>	<b>1.874</b>	<b>2.208</b>	<b>2.608</b>
<b>Programme: 49 General Administration, Policy and Planning</b>								
01 HQs and Administration	7.635	7.147	1.469	6.869	8.296	9.462	11.232	13.349
0248 Government Purchases and Taxes	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
1408 Support to the Ministry of Trade, Industry and Cooperatives	1.185	1.066	0.132	1.066	1.301	1.561	1.561	1.561

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15 Internal Audit	0.028	0.120	0.014	0.120	0.144	0.162	0.191	0.224
17 Policy and Planning	0.319	0.405	0.073	0.405	0.480	0.538	0.625	0.728
<b>Total For the Programme : 49</b>	<b>9.167</b>	<b>8.738</b>	<b>1.688</b>	<b>8.461</b>	<b>10.219</b>	<b>11.723</b>	<b>13.608</b>	<b>15.862</b>
<b>Total for the Vote :015</b>	<b>35.644</b>	<b>64.593</b>	<b>6.292</b>	<b>67.672</b>	<b>85.064</b>	<b>90.453</b>	<b>84.480</b>	<b>90.396</b>

N / A

**Table V4.3: Major Capital Investment (Capital Purchases outputs over 0.5Billion)**

FY 2017/18		FY 2018/19
Appr. Budget and Planned Outputs	Expenditures and Achievements by end Sep	Proposed Budget and Planned Outputs
<b>Vote 015 Ministry of Trade, Industry and Cooperatives</b>		
Programme : 01 Industrial and Technological Development		
Project : 1111 Soroti Fruit Factory		



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## Output: 80 Construction of Common Industrial Facilities

<p>Development of an effluent or waste water treatment plant by National Water and Sewerage Corporation (NWSC)</p>	<p>A firm earthing system was installed;</p> <p>Personal protective equipment for the factory staff were supplied;</p> <p>The best evaluated bidder (Agayo investment Ltd) was identified to carry out paving at the entrance and exit gates of the factory and also repair the razor wire ;</p> <p>Beautification and leveling outside the perimeter wall was completed;</p> <p>Branded books for the factory were procured;</p> <p>Procurement process for the supply of staff lockers is on-going;</p> <p>A consultative retreat with the parliamentary committee on Tourism Trade, industry and Cooperative was held to provide input to UDC's draft strategic plan;</p> <p>Bidding documents were issued out to potential bidders to design and build the solid waste disposal facility;</p> <p>Evaluation of bids was undertaken to determine the best evaluated bidder to provide internet services to the factory;</p> <p>Draft Terms of Reference for the supply of the packaging materials for the factory were prepared;</p> <p>Draft Terms of Reference (TORs) were prepared for the upgrade of the existing concrete floor to epoxy treated floor;</p> <p>Soroti Fruits Limited (SOFTE) team carried out to an assessment to ascertain the extent to which the defects have been rectified. 13.3% of the defects had been rectified;</p>	<p>Fully operational NEMA certified effluent treatment plant that serves the Soroti Fruit Factory</p>
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<p><b>Total Output Cost(Ushs Thousand):</b></p>	<p><b>7.983</b></p>	<p><b>0.378</b></p>	<p><b>7.983</b></p>
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Gou Dev't:	7.983	0.378	7.983
Ext Fin:	0.000	0.000	0.000
A.I.A:	0.000	0.000	0.000
Project : 1250 Support to Innovation - EV Car Project			
<b>Output: 80 Construction of Common Industrial Facilities</b>			
Internet Subscription, Google Apps, Domain Name Renewal, Website Hosting, Hardware, Platform & Production Software & Applications Procured	Internet Subscription, Google Apps, Domain Name Renewal Fees paid	Administrative Expenses paid (Internet, Electricity, Water, Garbage Collection, Office Goods and Supplies, Security, Insurance and Rent)	
Administrative Expenses Paid including Rent, Electricity, Water, Security, General office Maintenance, Stationery, Telecommunication, Fuel, Licences (KMC Work place permit and Trading Licence), Staff Welfare	Administrative expenses paid (rent, electricity, water, security among others).	Office Furniture and Computers procured.	
Agreements with Potential OEM Partners developed	Insurance policies provided.	Phase One of the KMC Plant Site Access Road	
Boundary Wall and Gatehouse Facilities Constructed	Staff Salaries paid for the period July - September 2017 and NSSF and PAYE paid for the period July and August 2017	Staff Salaries, Social Security and PAYE	
Furniture Procured for the KMC Office in Jinja	One (1) Professional Certification in Procurement and Supply: Level 5 Examinations completed. One (1) Professional Certification is ongoing: Examinations to be written in December 2017	Ten Buses built and sold	
Insurance Policies for the KMC Plant, Staff and Vehicles Provided			
Profiles of Potential Partners for Local Content Participation and KMC Products Marketing Strategy Developed			
Staff Salaries and NSSF Paid			
Staff Skills and Capacity Enhanced Through:7 Internships, 3 Professional Certifications, 3 Memberships to Professional Bodies			
Vehicle Knocked Down Kits (Machinery & Equipment) and Production Materials Procured, Due Diligence Report Produced			
<b>Total Output Cost(Ushs Thousand):</b>	<b>10.000</b>	<b>0.997</b>	<b>10.000</b>
Gou Dev't:	10.000	0.997	10.000
Ext Fin:	0.000	0.000	0.000
A.I.A:	0.000	0.000	0.000
Project : 1498 Establishment of Zonal Agro-Processing Facilities			

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## Output: 80 Construction of Common Industrial Facilities

CTC Tea Factory in Zombo/Nebbi: 5 Acres of Titled Land procured for the establishment of a building to house the Factory machinery and equipment	The activity was not implemented The activity was not implemented The activity was not implemented A field visit was undertaken to ascertain the status of tea growing in district before a tea factory is set up and also the stakeholder meeting was held in Zombo	Isingiro Fruit Factory -Feasibility study report -Business Plan report -Factory furnished with increased product storage cooling capacity system Luwero Fruit Factory -EIA report -Business Plan report -Factory site furnished with utilities and amenities e.g. potable water and power	
CTC Tea Factory in Zombo/Nebbi: A Feasibility study undertaken on the establishment of the Factory and report produced	The activity was not implemented		
CTC Tea Factory in Zombo/Nebbi: An EIA Study undertaken through a consultancy for the establishment of the Factory	The activity was not implemented		
CTC Tea Factory in Zombo/Nebbi: Due diligence reports produced including preliminary key stakeholder engagements	Funds transferred to the proprietor of Insnigiro Fruit Factory		
CTC Tea Factory in Zombo/Nebbi: Engineering designs and Bills of Quantity (BOQs) developed for the Factory	Funds transferred to the proprietor of Insnigiro Fruit Factory		
CTC Tea Factory in Zombo/Nebbi: Factory infrastructure constructed at Project Site			
Isingiro Fruit Factory: Distribution vehicles procured for transporting the products	The procurement process is still on-going		
Isingiro Fruit Factory: Equipment for the cold room procured, transported and installed at the Factory site	The procurement process is still on-going		
Isingiro Fruit Factory: Farmer produce procured to supply the Factory			
Isingiro Fruit Factory: Processing Machinery and Equipment procured and installed at the Factory			
Isingiro Fruit Factory: Product Packaging materials procured			
Isingiro Fruit Factory: Refrigerated vehicles procured for transporting the produce			
Kayonza Tea Factory: Tea Processing Line Machinery and equipment procured, transported, installed and commissioned at Project Site			
Mabale Tea Factory: Tea Processing Line Machinery and equipment procured, transported, installed and commissioned at the Project site			
<b>Total Output Cost(Ushs Thousand):</b>	<b>9.150</b>	<b>0.950</b>	<b>9.150</b>
Gou Dev't:	9.150	0.950	9.150
Ext Fin:	0.000	0.000	0.000
A.I.A:	0.000	0.000	0.000

Programme : 04 Trade Development

Project : 1291 Regional Integration Implementation Programme [RIIP] Support for Uganda

## Output: 81 Trade Infrastructure Development

Border Export Zones developed at select Border Posts starting with Elegu Bibia Site	Border Export Zones developed at select Border Posts.	Establishing Border Market and enhancing value addition and value chains of the border markets	
<b>Total Output Cost(Ushs Thousand):</b>	<b>4.328</b>	<b>0.000</b>	<b>7.684</b>
Gou Dev't:	0.000	0.000	0.000

## Vote:015 Ministry of Trade, Industry and Cooperatives

Ext Fin:	4.328	0.000	7.684
A.I.A:	0.000	0.000	0.000

### ***V5: VOTE CHALLENGES FOR 2018/19 AND ADDITIONAL FUNDING REQUESTS***

#### **Vote Challenges for FY 2018/19**

The Ministry is facing a number of challenges in the implementation of its mandate which include the following:

1. The Ministry is currently constrained by inadequate resources to achieve its mandate. The Budget allocated to this Ministry in the Medium Term Expenditure Framework (MTEF) cannot facilitate effective delivery on priority Sector programmes and projects as outlined in the NDPII where value addition and industrialization are prominent for job creation and wealth.
2. Capitalization of Uganda Development Corporation for industrialization as per the Act to the tune UShs. 500 billion. We would have embarked on the projects for industrialization if money was provided.
3. Delays in the development of the central effluent treatment plant for the Soroti Fruit Factory will hinder the actual operations of the fruit factory
4. Lack of synergies with other MDAs in implementation of projects like Youth Livelihood and others. These projects should target cooperatives not just groups or individuals.
5. Inadequate human capacity at Uganda National Bureau of Standards (UNBS) to curb the poor standards of products in the markets.
6. Inadequate storage facilities for post-harvest handling and value addition. Strategic food storage facilities need to be constructed by the Government not only to support the establishment of a National Food Reserve System, but also to structure the trade in Agro-Produce.
7. Industrial parks are not accessible to help the Small and Medium Enterprises (SMEs)
8. The current level of funding, the Ministry is unable to support the Business Community including men, women, youth and PWDs in taking advantage of the market opportunities created for our products and services through the various Trade protocols and build a strong and competitive cooperative movement.

**Table V5.1: Additional Funding Requests**

<b>Additional requirements for funding and outputs in 2018/19</b>	<b>Justification of requirement for additional outputs and funding</b>
<b>Vote : 015 Ministry of Trade, Industry and Cooperatives</b>	
<b>Programme : 01 Industrial and Technological Development</b>	
<b>OutPut : 04 Promotion of Value Addition and Cluster Development</b>	

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Funding requirement US\$ Bn : <b>167.000</b>	Rural Industrialisation (Strategy) Development Programme - 60 Functional Common Value Addition Common Facilities established (Agro processing facilities for NDPII Priority crops: Cotton, Coffee, Tea, Maize, Rice, Cassava, Beans, Fish, Beef, Milk Citrus and Bananas) per year.
<b>OutPut : 51 Management Training and Advisory Services (MTAC)</b>	
Funding requirement US\$ Bn : <b>0.784</b>	Replacement of Asbestos Roofing structures at MTAC Lecture facilities and administrative blocks because of their health hazardous nature.
<b>Programme : 02 Cooperative Development</b>	
<b>OutPut : 02 Cooperatives Establishment and Management</b>	
Funding requirement US\$ Bn : <b>2.214</b>	Revitalise Cooperatives Movement across the Country, through the Association, Unions and Primary Societies Structural revival with supporting Infrastructure, in order to stimulate and increase production and productivity in the County with resulting effects in Youth Empowerment and Job Creation, and Socially Inclusive Economic Growth for the whole population
<b>OutPut : 51 Regulation of Warehouse Receipt System (UCE)</b>	
Funding requirement US\$ Bn : <b>5.700</b>	Support to Uganda Warehouse Receipt Systems Authority aimed at achieving the objective of increasing Household Incomes and commodity Financing by issuing electronic Warehouse Receipts.
<b>Programme : 04 Trade Development</b>	
<b>OutPut : 05 Economic Integration and Market Access (Bilateral, Regional and Multilateral)</b>	
Funding requirement US\$ Bn : <b>9.000</b>	Development of Border Export Zones for to improve Market Access of Uganda's Products in the Regional Markets
<b>OutPut : 81 Trade Infrastructure Development</b>	
Funding requirement US\$ Bn : <b>13.686</b>	Recruitment of staff, Renovation, Equipping and Retooling of LG Commercial Services Departments for promotion of Local Economic Development which results in improved production and productivity, and Trade at National level. Thus, there will be more production for exports leading increased export earnings.
<b>Programme : 07 MSME Development</b>	
<b>OutPut : 03 Business Development Services</b>	
Funding requirement US\$ Bn : <b>6.383</b>	Kick start MSMEs Cluster Formation & Common Industrial facilities Programme not only to promote Industrial Development in the Country, but also to increase light manufacturing products in mass production for Export
<b>OutPut : 05 Support to MSMEs Product Development and Marketing</b>	
Funding requirement US\$ Bn : <b>1.000</b>	Development of Katwe Metal Cluster land at Salam Road into an SME industrial park with common industrial facilities to support the groups
<b>Programme : 49 General Administration, Policy and Planning</b>	
<b>OutPut : 51 Contributions and Memberships to International Organisations</b>	

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Funding requirement UShs Bn : **6.217**

Fulfillment of International Organisation obligation where Uganda has Membership.

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