







About MicroSave Consulting

MicroSave Consulting (MSC) is a boutique consulting firm that has, for 20 years, pushed the world towards meaningful financial, social, and economic inclusion. We are a globally trusted, yet locally based organization that offers high-quality, practical market-led solutions to accelerate financial, economic, and social inclusion in the digital age.

With about 190 staff of different nationalities and varied expertise, MSC is proud to be working in over 50 developing countries. We have offices in Bangladesh, India, Indonesia, Kenya, Philippines, Senegal, Singapore, Vietnam, Uganda, and the United Kingdom.

We work with participants in financial, economic, and social ecosystems to achieve sustainable performance improvements and unlock enduring value. Our clients include governments, donors, private sector corporations, and local businesses. We can help you seize the digital opportunity, address the mass market, and future-proof your operations.

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The objective of the study was to quantify the nutritional gaps at the household level and to increase the nutritional efficiency of the Public Distribution System (PDS)

What is the food basket for a food secure household? How much of it is being supplied by the PDS and other government schemes, such as MDM, ICDS, etc.?

- What is the consumption pattern and the nutritional profile of different beneficiary households?
- What are the food items beneficiaries receive through the PDS?
- What are the other sources from which beneficiaries meet their food requirements?
- What percentage of an average beneficiary's household food consumption is met through the PDS, MDM, ICDS, etc.?

What are the gaps in nutrition among the target beneficiary populace as per the current consumption patterns? How can the gaps be addressed?

- What **percentage** of the recommended daily **nutritional requirements** is being **met** through the PDS and various other schemes like ICDS and MDM?
- What is the level of nutritional literacy in the beneficiary households?
- What are the **determinants** of **nutritional outcomes** for a household?

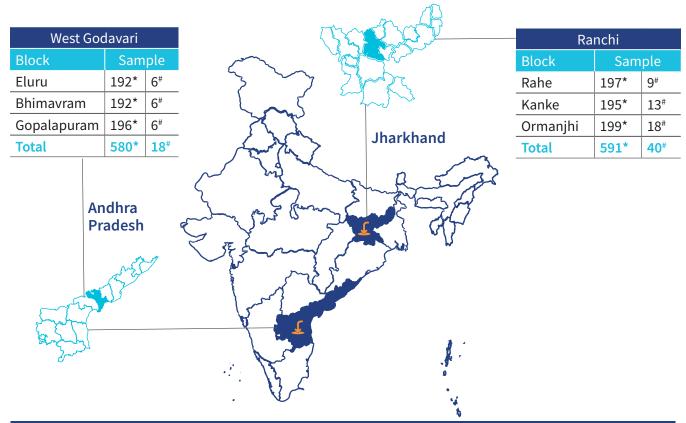
What could be the possible alternate delivery mechanisms to improve nutritional indicators?

- How to modify the PDS in order to improve nutritional efficiency?
- Is there a need to experiment with delivery channels?
- What are the plausible radical changes in the PDS, MDM, and ICDS to meet this objective?
- What are the implications on the National Food Security Act (NFSA)?





We used multistage sampling to cover two states in different regions of the country to arrive at a representative sample



The questionnaires used for the survey were tested for efficacy in villages near Patna and Hyderabad. The gaps were analysed and feedback incorporated.



^{*} Quantitative

[#] Qualitative

We interviewed only female beneficiaries due to their better understanding of household consumption patterns

Methods





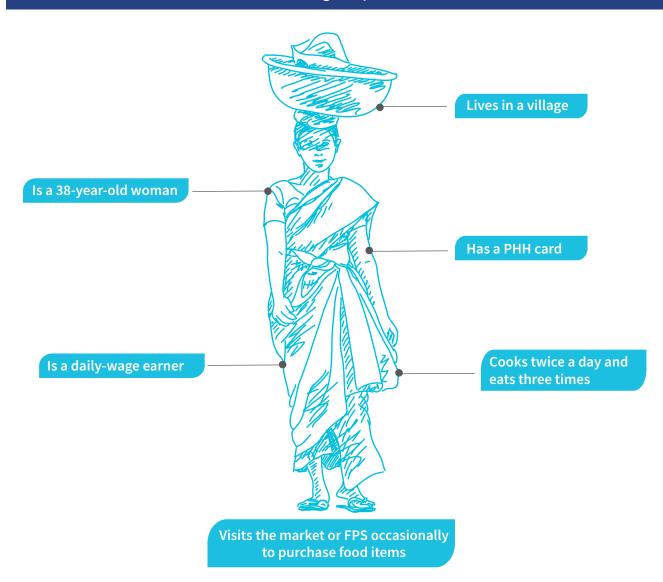
Quantitative

Qualitative

Tools and techniques

- Standardization of the vessel size;
- Food frequency questionnaire;
- Participatory Rural Appraisal (PRA);
- Focus group discussion;
- In-depth interview;
- · Recipe standardization;
- Nutritional profile

An average respondent





We triangulated primary qualitative and quantitative data and processed it using multivariate analysis

Qualitative research:

- Ranchi and West Godavari
- Participatory Rural Appraisal
- Personal interviews
- Focus group Discussions
- 49 beneficiaries
- 7 FPS owners
- Consumption patterns

Quantitative research:

- Ranchi and West Godavari
- Food frequency questionnaire
- Personal interviews
- 1,171 beneficiaries
- Consumption data

Inquiry







Validation

Result analysis:

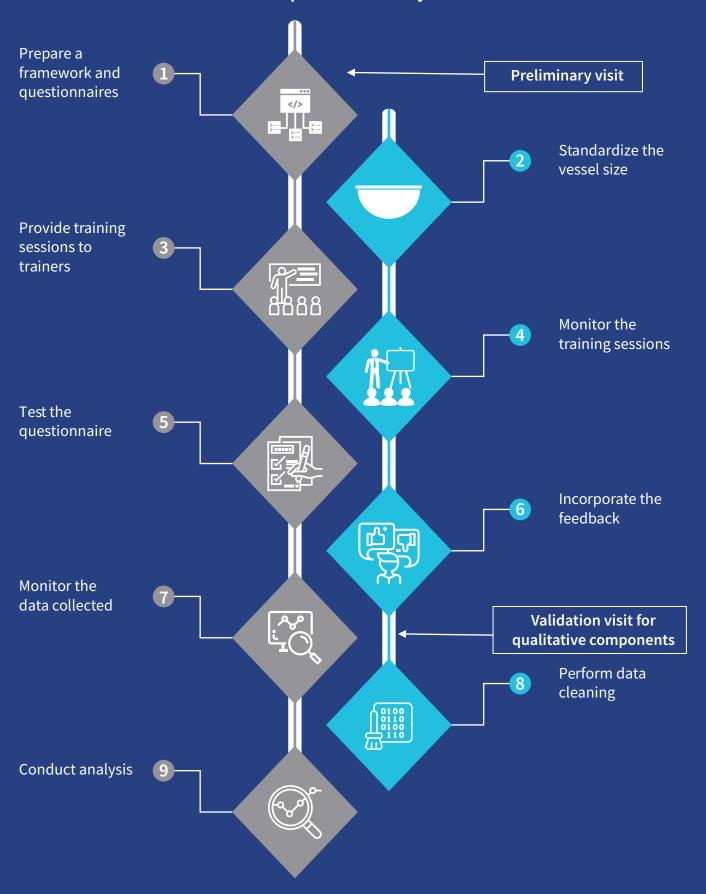
- Preliminary analysis
- Data cleaning
- Variable analysis
- Recipe standardisation
- Portion standardisation
- Nutritional profile

Processing





We designed the primary research to receive standardized responses and monitored the data collection process closely





Our analysis compares the derived values of nutrition, based on the food consumed, to the standard recommended values*

Assumptions				
Body weight of a man:	60 kg			
Body weight of a woman:	55 kg			
Nature of work done:	Heavy			
Lactating mother infant :	0-6 months			
Body weight of a child:	25.1 kg			

Note

- 1. Values of energy and fat requirement change with the type of work done.
- 2. Protein and micronutrient requirements depend on the body weight of an individual and not on the type of work done.
- 3. All macronutrient and micronutrient requirements change with the age and body weight of an individual.
- The government benefit for men and women is limited to PDS
- For pregnant woman and lactating mothers, the government benefit includes ICDS supplements
- For children, the government benefit includes MDM

Most commonly consumed meals								
Breakfast Lur		ıch	Dinner					
Rice and potato	Rice and potato		Rice and dal					
MDM lunch menu								
Ranchi		West Godavari						
Rice, dal,	Rice, dal, and eggs		bar, and eggs					
Rice and chickpea		Seasonal vegetables and rice						
Green vegetables and rice		Dal and rice						
ICDS lunch menu								
Ranchi		West	Godavari					
Rice, dal, bari, and eggs		Halwa, eggs, and seasonal fruits						
Dahlia		Kichidi plus seasonal fruit						
Kichidi and seasonal vegetables		<i>Upma</i>						

A correction factor of 7.5 has been applied to account for recall biases and computation anomalies in all nutrients.

^{*} Values used in the study are from <u>DGI</u> but <u>NNMB</u> and RDA values (of NFI) are also based on WHO numbers and hence were found to be similar.





Delivery efficiency of PDS has improved over years but there is scope to increase its nutritional efficiency

There were minimal instances of food

shortage

- No one from food-secure households reported to have skipped meals.
- Some families reported to having skipped one meal occasionally.
- The ration available in PDS shops is optimal.



- Rice is a staple food in both states for all meals.
- Millets were consumed traditionally but are no longer locally available.
- Food habits change with demography and medical conditions.
- The consumption patterns depend primarily on the availability and affordability.



- PDS benefits account for a substantial component of beneficiaries' consumption.
- Most beneficiaries are happy with the quality of grains* provided.
- The BAPU model has increased the efficiency of the system.



* Includes rice, wheat, dal, and millets.

MDM and ICDS schemes provide supplementary nutrition to the targeted population. However, these schemes require better monitoring



- Most beneficiaries are aware of the nutritional needs of different family members, but they are unable to follow good practices.
- People have some traditional knowledge of the types of healthy food.
- Affordability and availability are determinants of nutritional practice.





ICDS partly meets the additional nutritional needs of the target group

- ICDS supplements provide needed additional nutrition for pregnant women and lactating mothers. Beneficiaries reported taste issues with the supplement.
- The ICDS in West Godavari provides THR supplements to both women and children.
- The ICDS in Ranchi gives THR to women and hot meals to children. However, THR has not been provided for the last six months. Beneficiaries expressed the need to restart it.





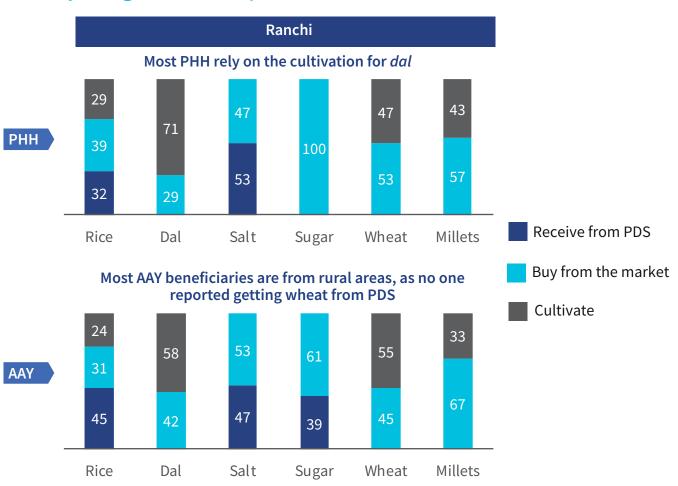
Mid-day meal scheme is considered as a promising scheme across regions

- Respondents view MDM as a welcome addition to the food basket.
- Respondents feel MDM provides good-quality food of sufficient quantity.
- Studies need to be conducted to assess the scheme and its impact.





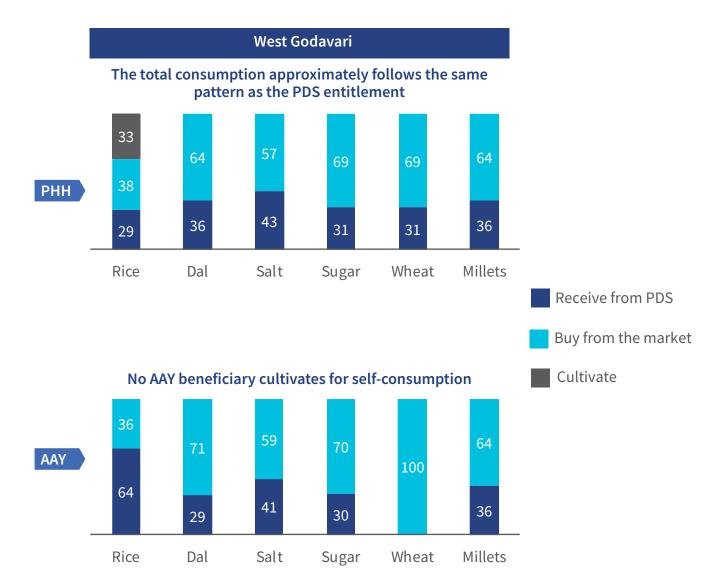
PDS benefits account for 39% of an average beneficiary household's monthly foodgrain* consumption#



^{*} Includes rice, wheat, dal, and millets.

[#] Consumption includes their current consumption and may not reflect recommended consumption





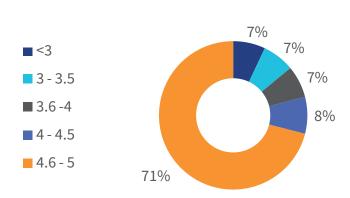




PDS commodities are an essential component of the beneficiaries' food basket







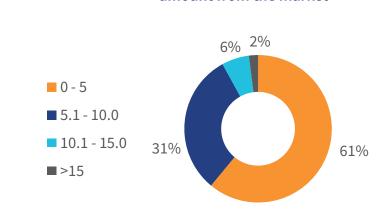


Mode = 5

Mean = 5

A majority of people get 5kg food/per person from PDS and also purchase an equal amount from the market



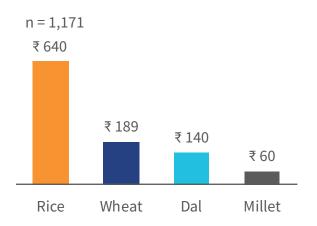




Mode = 5

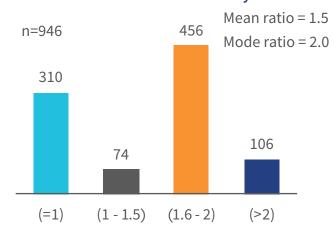
Mean = 5.5

The average monthly out-of-pocket expense of a household on food grains (excluding PDS) is INR 1050 per month



The monthly out-of-pocket expenditure on foodgrains

A majority of respondents reported that their expenses on food will nearly double in the absence of the PDS security



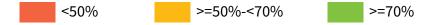
The ratio of expenditure on food without PDS to the expenditure on food with PDS



Dietary status of PDS beneficiaries vary across Ranchi and West Godavari

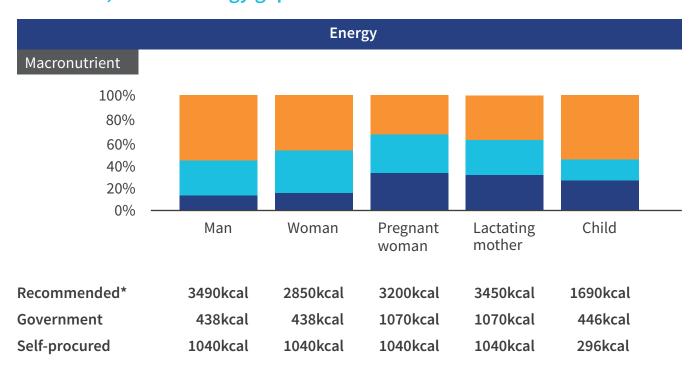
		Г				
		Man	Woman	Pregnant	Lactating mother	Child
Overall	Enorgy			woman	mother	
	Energy					
	Protein					
	Fat					
	Calcium					
	Iron					
	Magnesium					
	Folic acid					
	Zinc					
	Leucine					
	Lysine					
	Energy					
	Protein					
Ranchi	Fat					
	Calcium					
	Iron					
	Magnesium					
	Folic acid					
	Zinc					
	Leucine					
	Lysine					
	Energy					
	Protein					
	Fat					
avar	Calcium					
West Godavari	Iron					
	Magnesium					
We	Folic acid					
	Zinc					
	Leucine					
	Lysine					

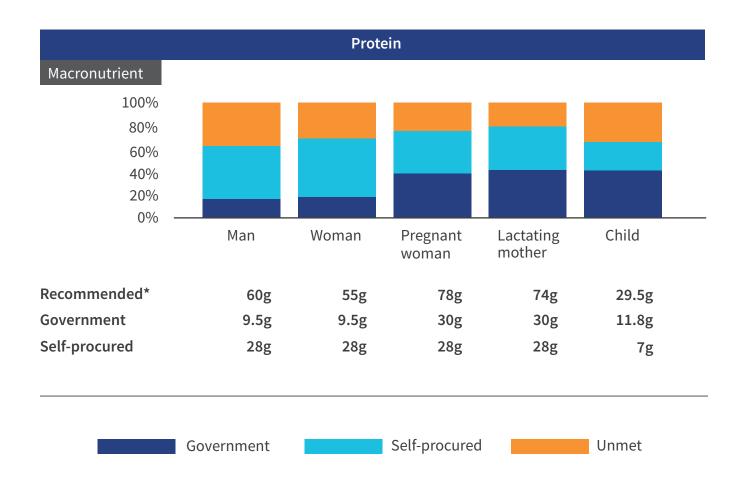
Households in Ranchi consume local food grains and vegetables, in addition to food grain provided through PDS, leading to their better nutritional status





In Ranchi, THR through ICDS has had an impact on the nutritional intake in women, but the energy gap is substantial in children

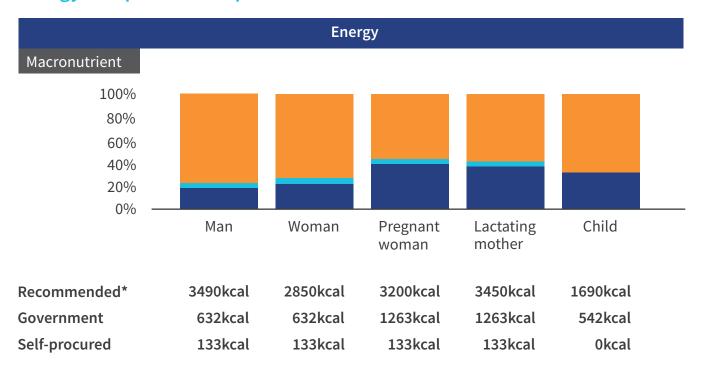


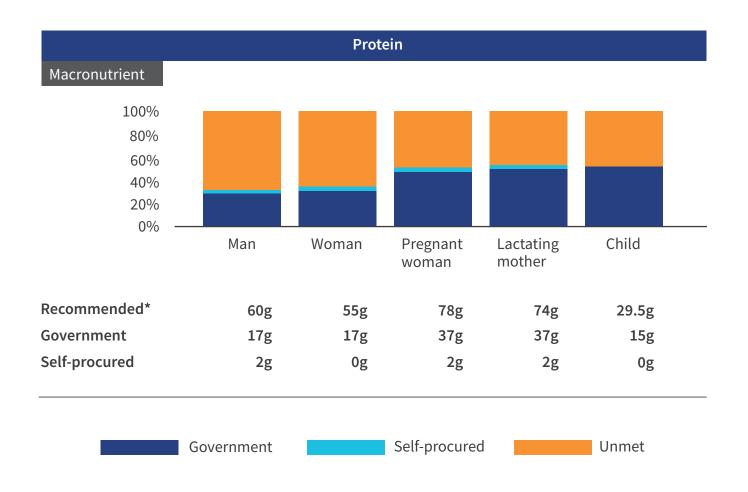






In West Godavari, the diet consumed by both men and women lacks energy and protein components

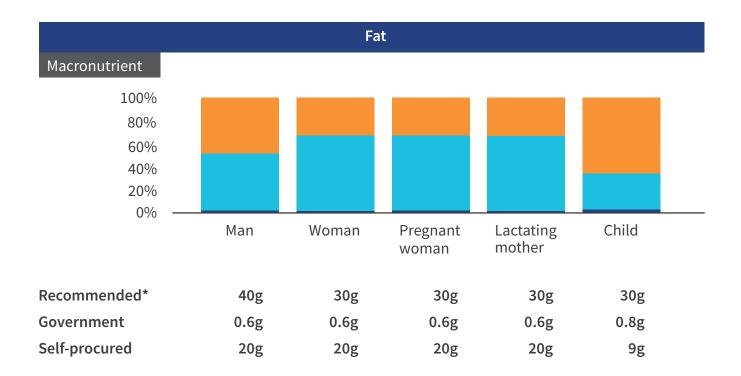


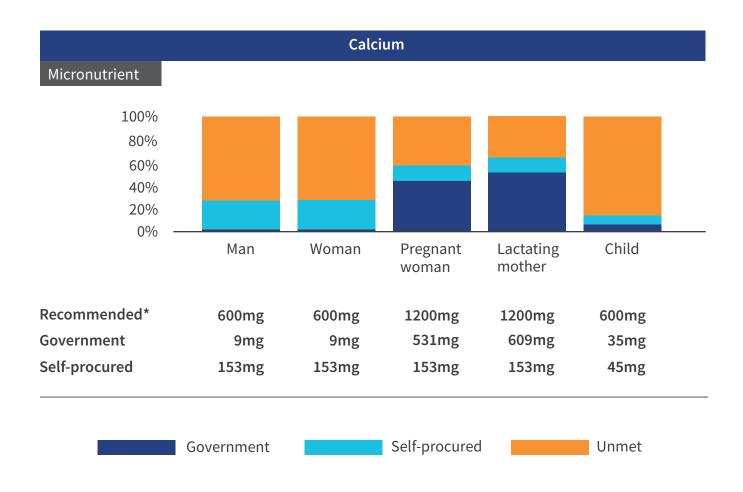






In Ranchi, children had substantial unmet needs for fat and calcium

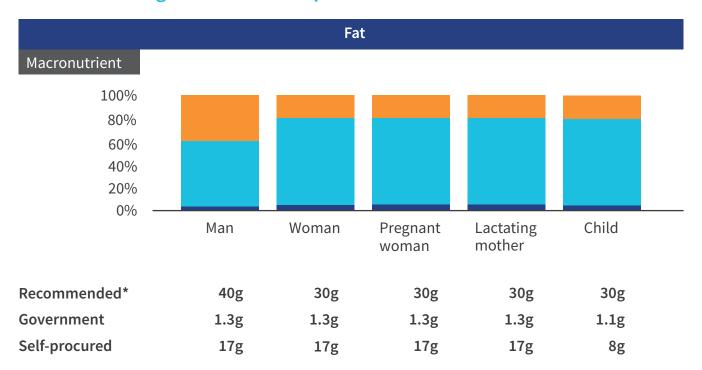


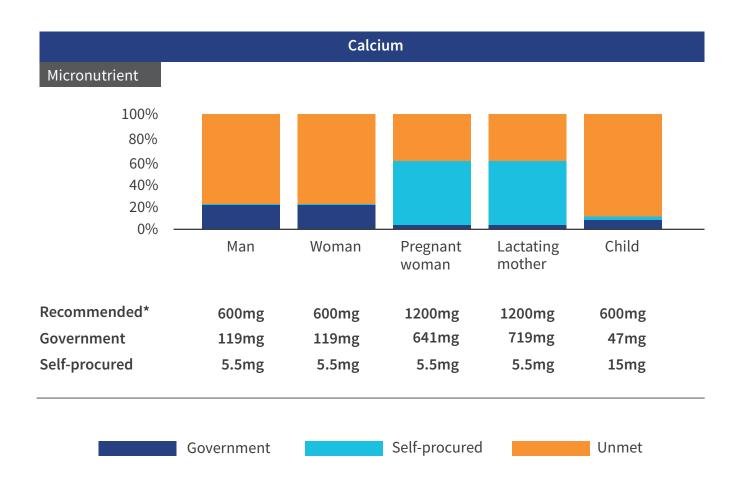






In West Godavari, the consumption of fat among men, women, and children was higher than that of protein

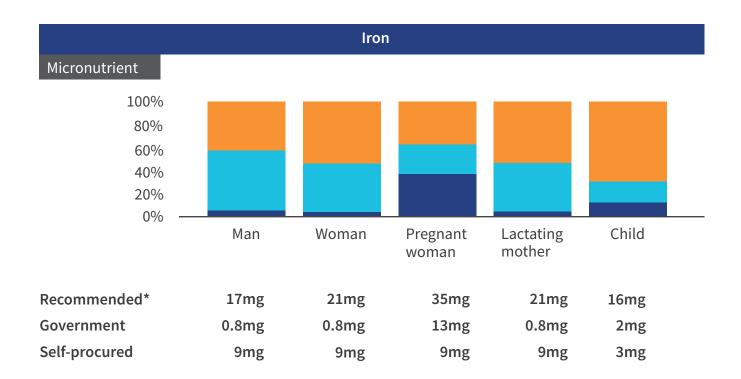


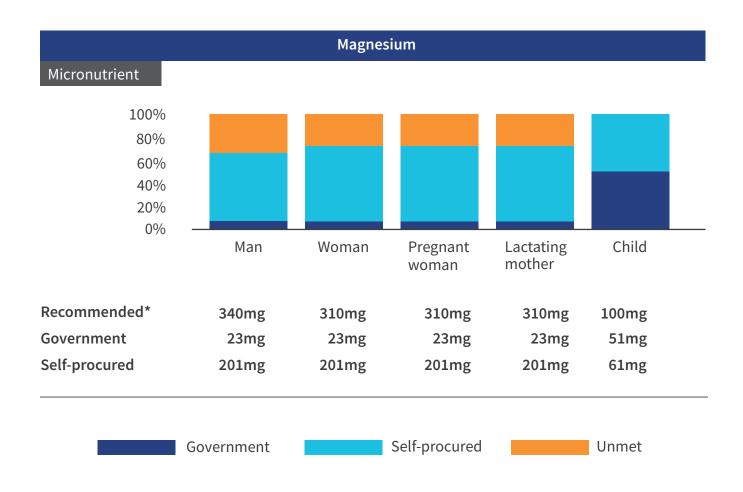


^{*}Requirement per day



In Ranchi, the unmet need for iron was prevalent in women and children

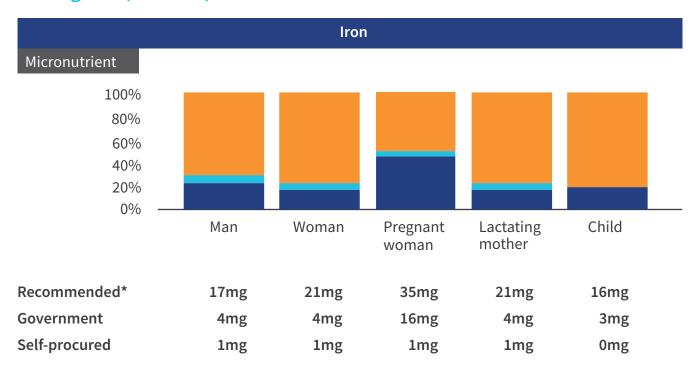


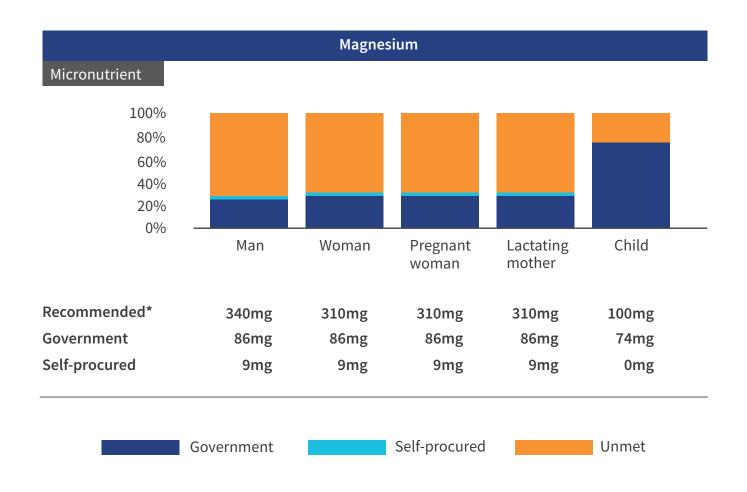






In West Godavari, there was a deficiency of both iron and magnesium among men, women, and children

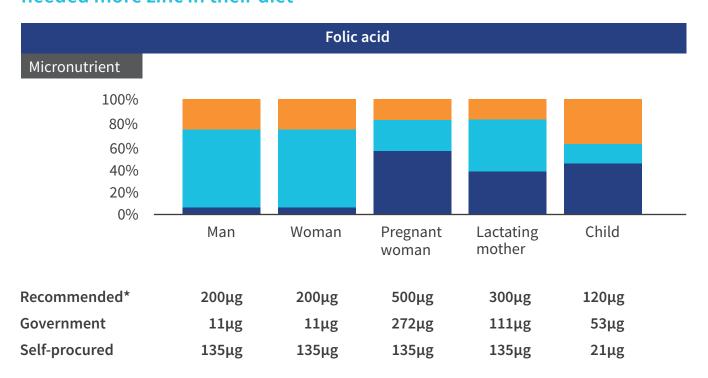


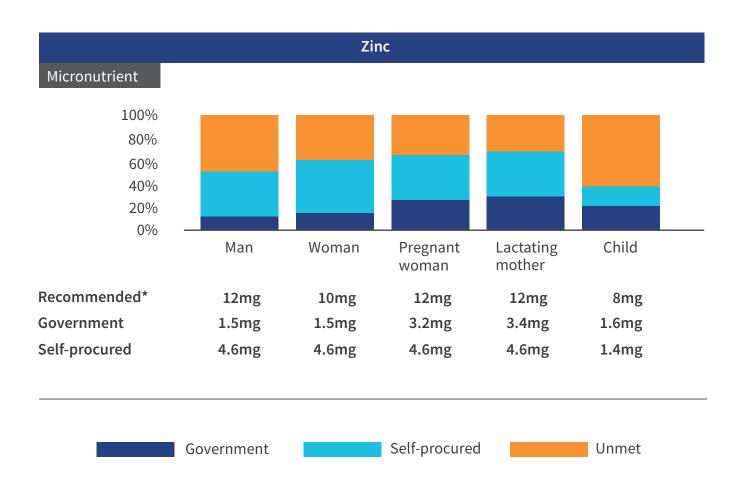


^{*}Requirement per day



In Ranchi, folic acid levels were found to be acceptable, while children needed more zinc in their diet

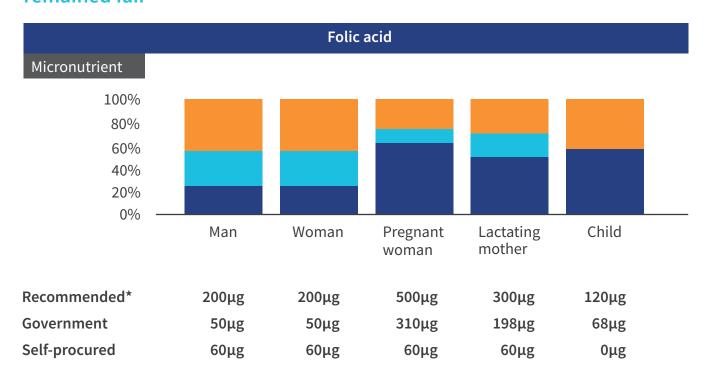


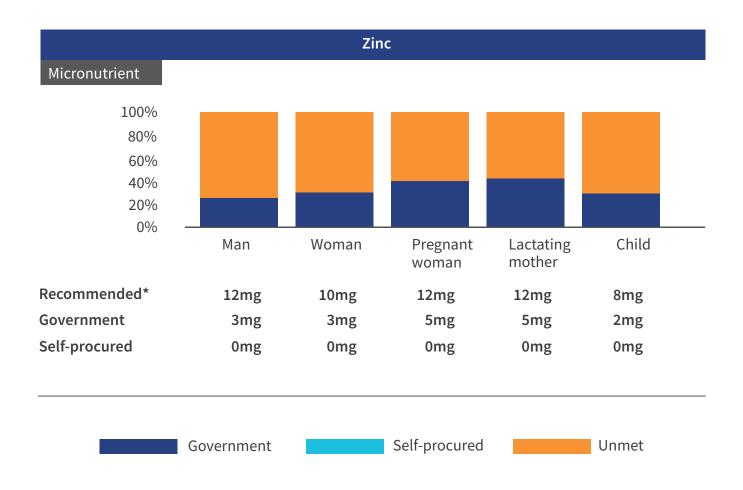






In West Godavari, the diet lacked zinc, although the folic acid level remained fair

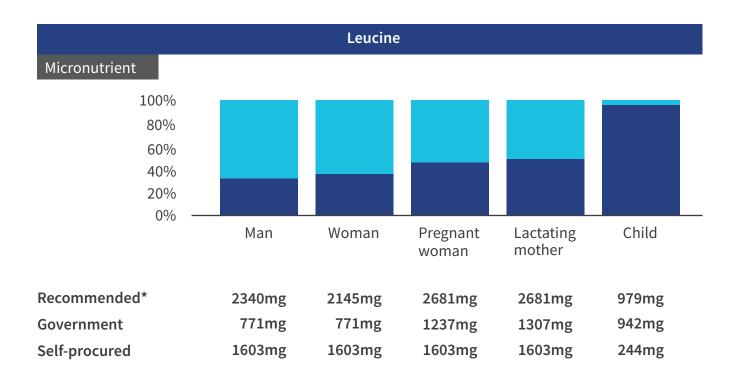


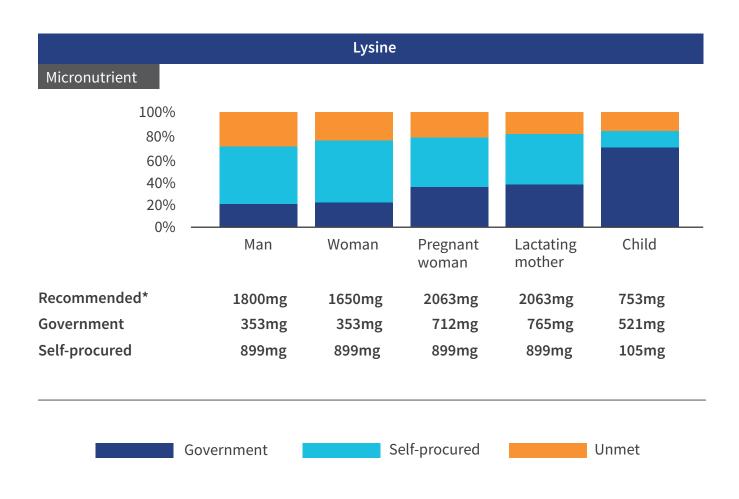


^{*}Requirement per day



Amino acid levels were satisfactory in Ranchi

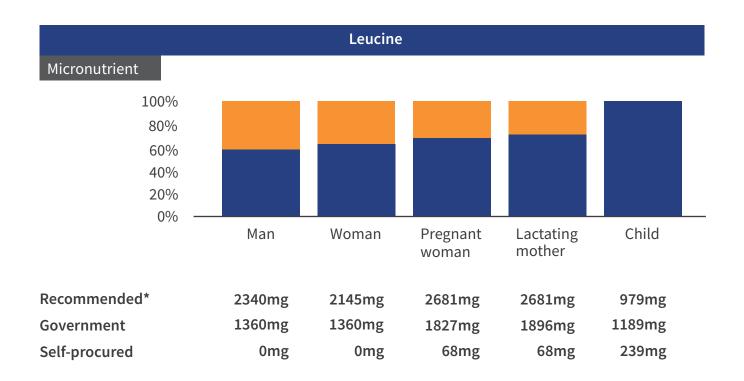


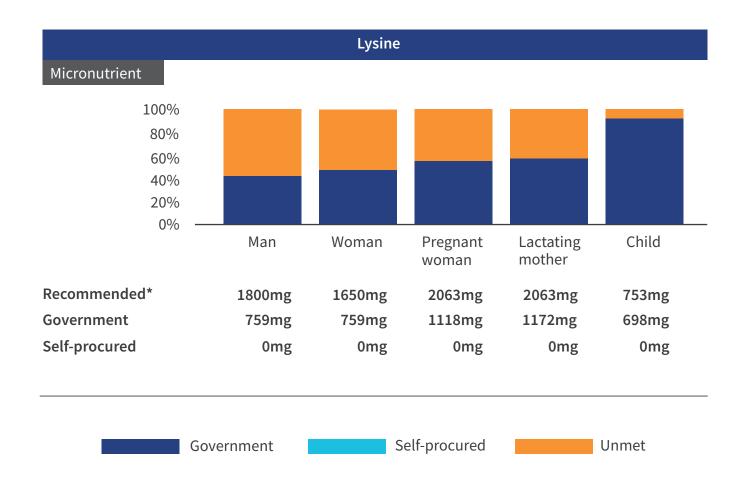






Amino acid levels were found to be low in West Godavari

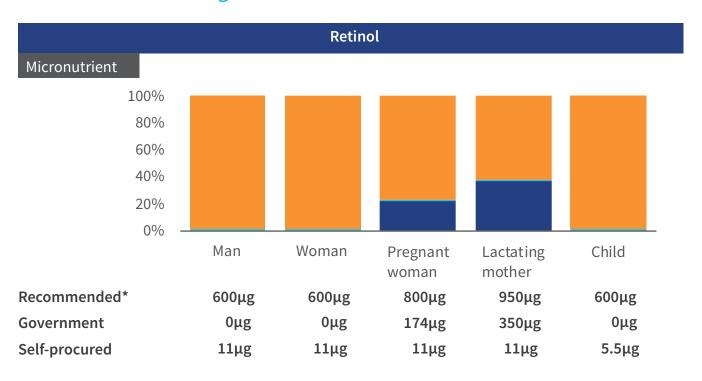


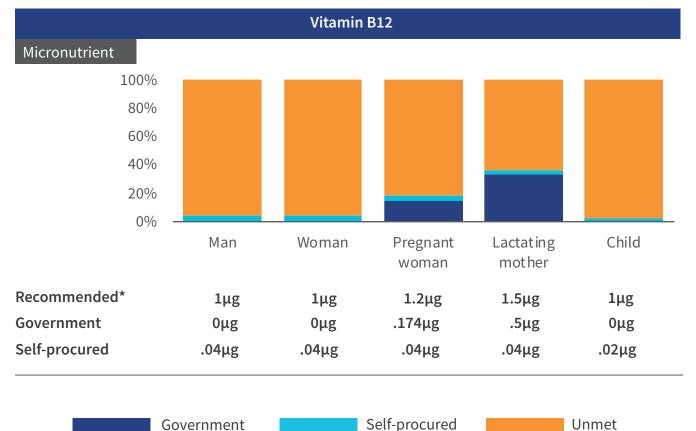


^{*}Requirement per day



There is acute shortage of both Retinol and vitamin B12 consumption in Ranchi, the only source of these micronutrients are government distributed THR through the ICDS scheme

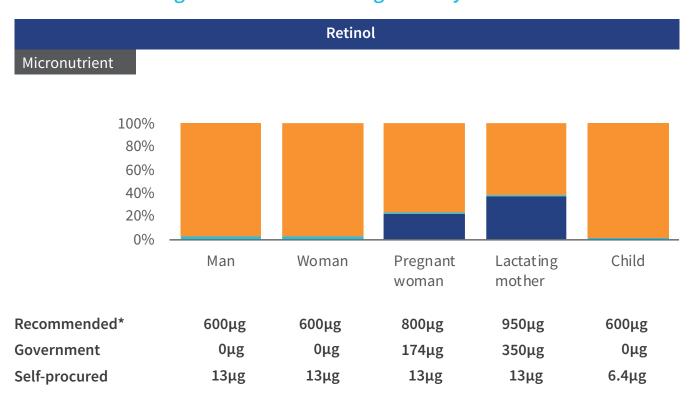


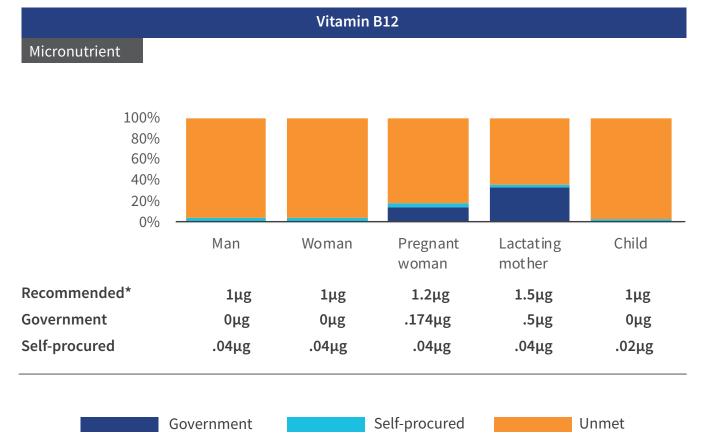






West Godavari also follows the same trend as Ranchi in both Retinol and vitamin B12 with government THR being the only source

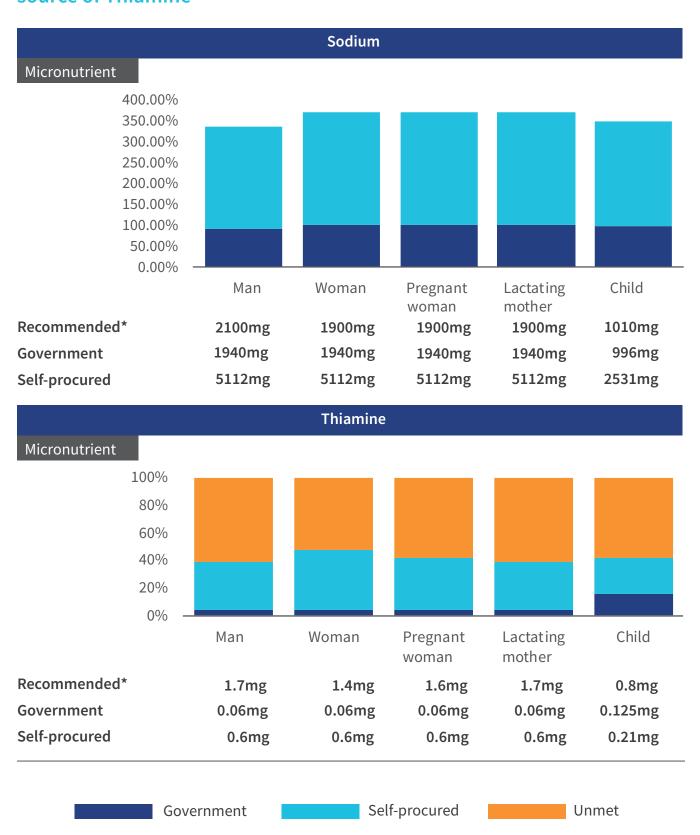




^{*}Requirement per day



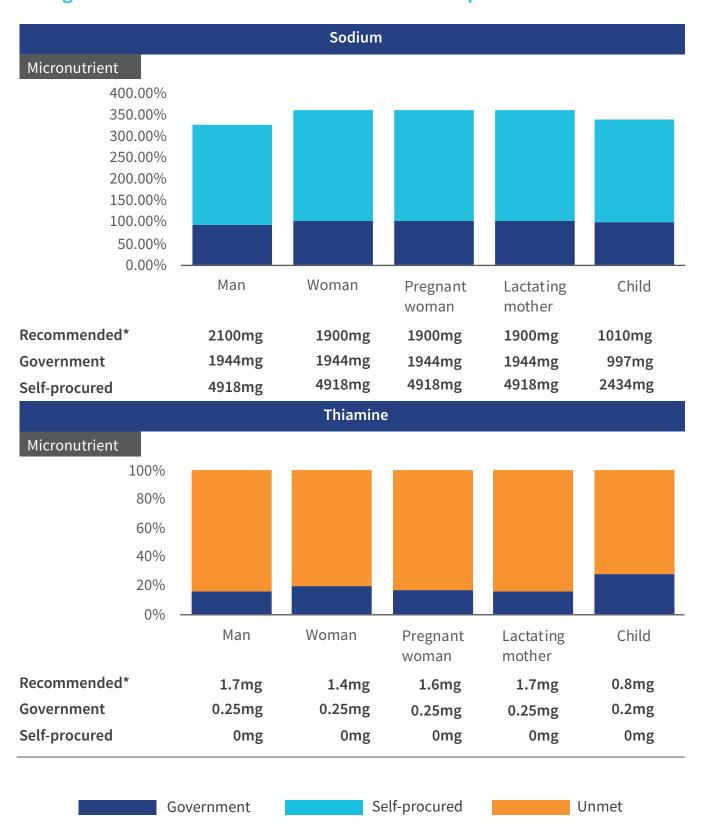
Due to excessive consumption of salt in Ranchi, Sodium consumption is higher than the recommended allowance and local food items are a good source of Thiamine







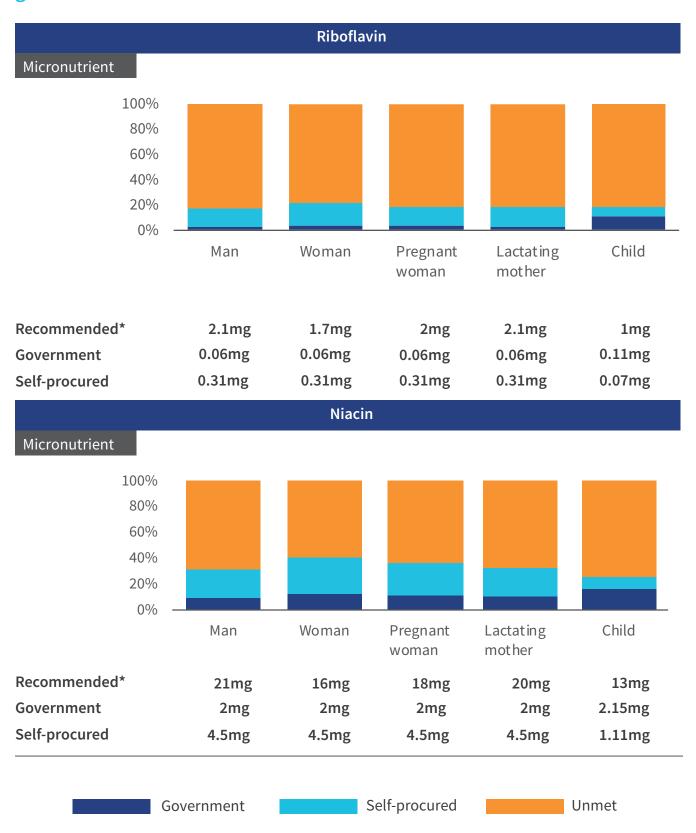
Salt consumption and level of Sodium in diet is higher than recommended allowance for West Godavari as well, but over reliance on PDS grains means that Thiamine deficiencies are prevalent



^{*}Requirement per day



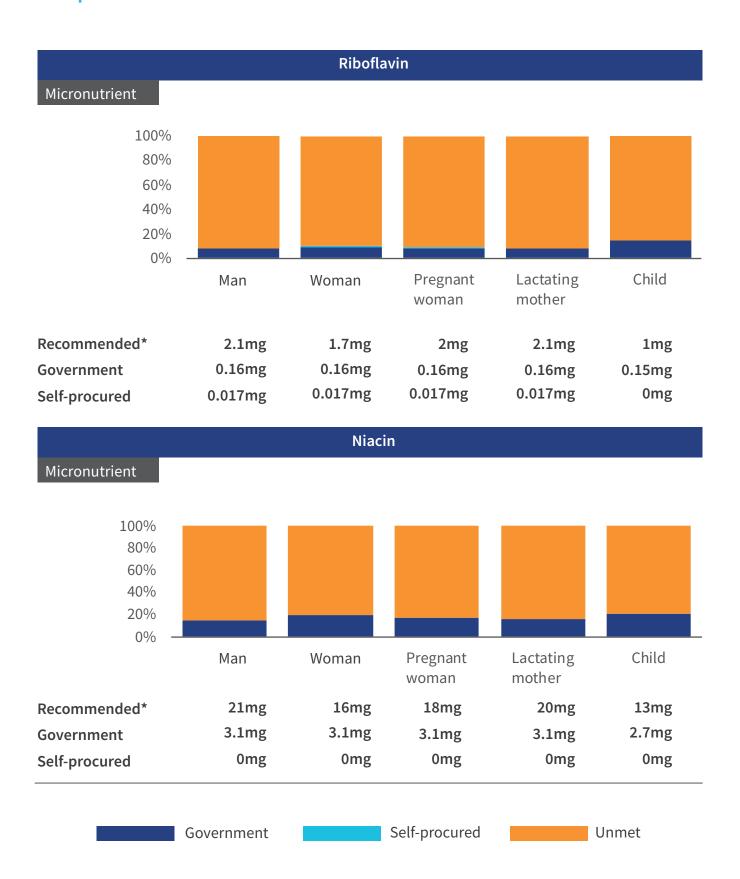
Both Riboflavin and Niacin, in Ranchi, are obtained more from self procured food items rather than from the food basket provided by the government



^{*}Requirement per day



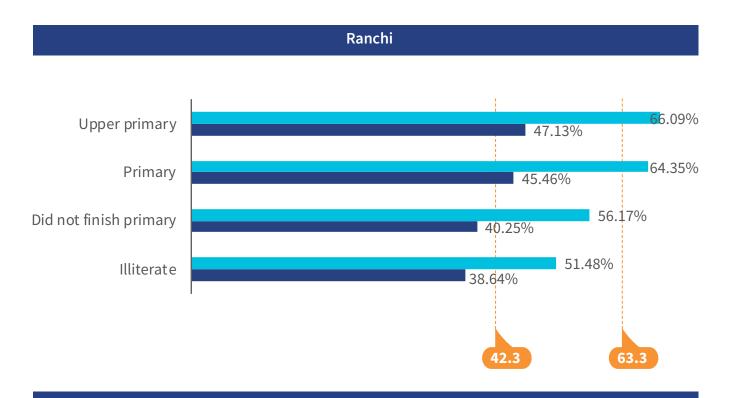
Unlike Ranchi, the diet of people in West Godavari does not include any self-procured sources of either Riboflavin or Niacin

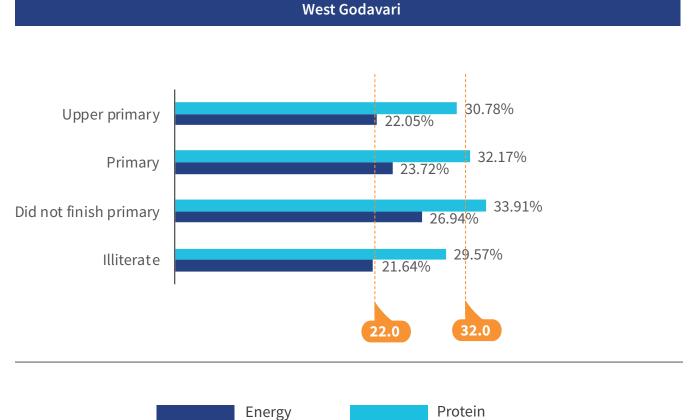


^{*}Requirement per day



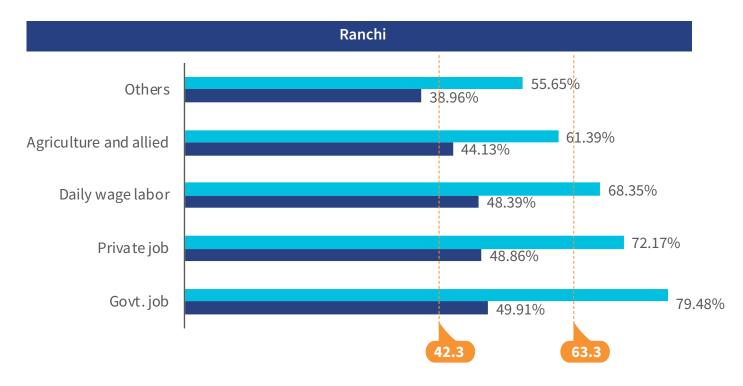
In Ranchi, education was found to be associated with the nutritional intake, while no such trend was found in the case of West Godavari

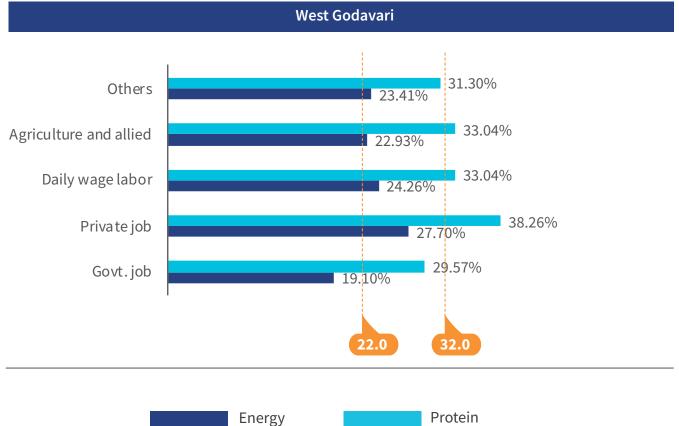






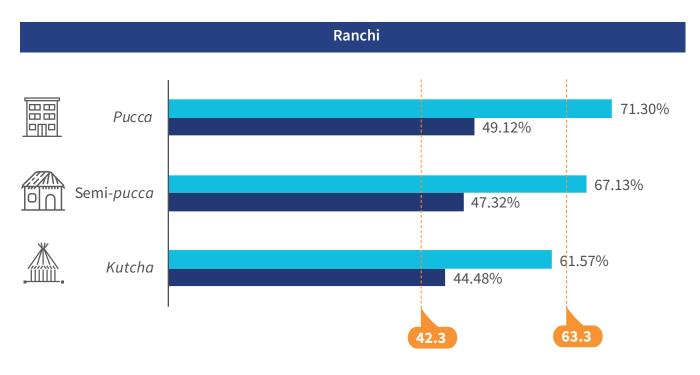
In Ranchi, working-class people in the government and private sectors had better nutritional intake; while in West Godavari, working-class people in private sectors had better intake

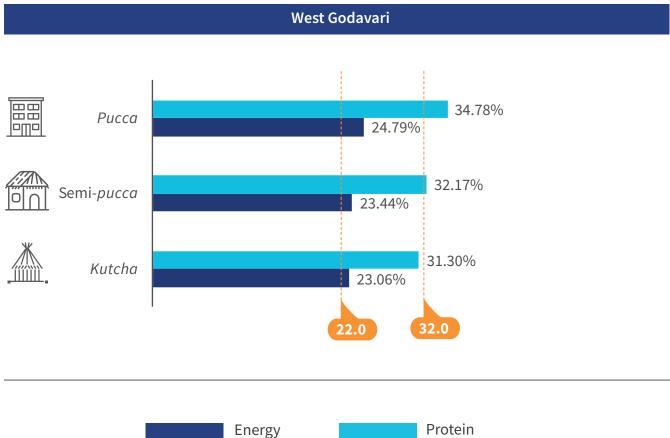






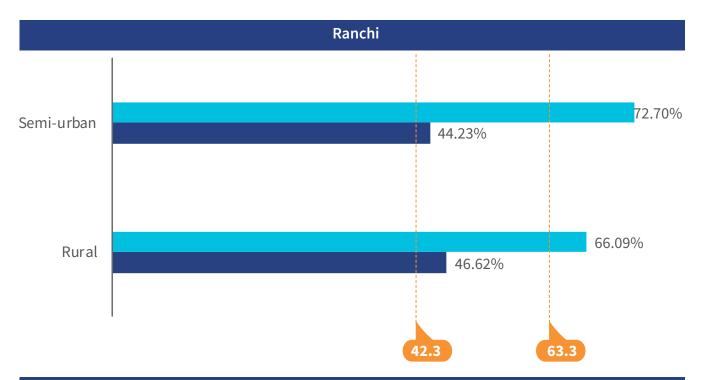
In both Ranchi and West Godavari, people with a *pucca* house had better nutritional intake

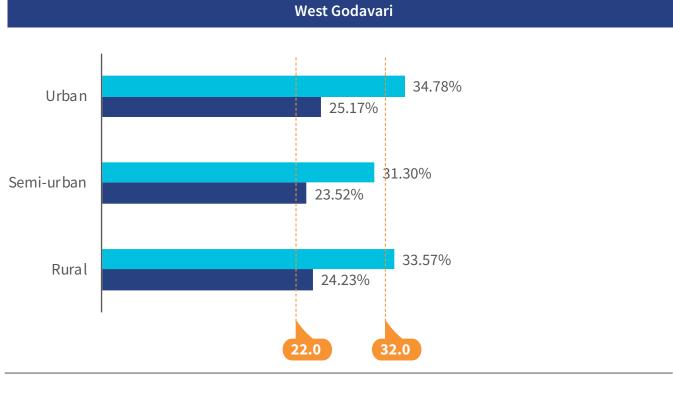






On the basis of area, not much difference was found in the nutrition intake in both Ranchi and West Godavari



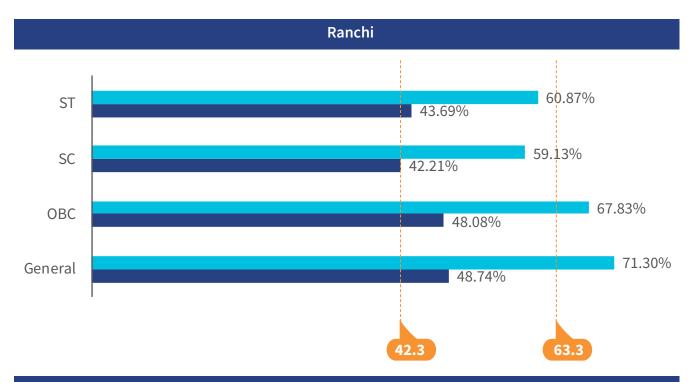


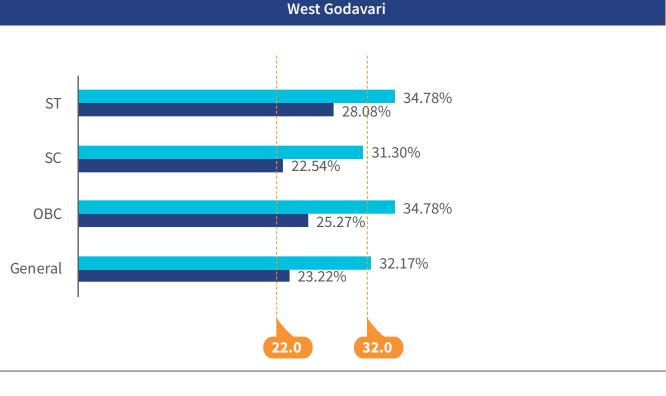
Energy

Protein



In both Ranchi and West Godavari, people belonging to the Scheduled Castes (SC) had the lowest nutritional intake as compared to other castes





Energy

Protein





Government procurement policies and PDS are partially responsible for the lack of dieraty diversity among target populace

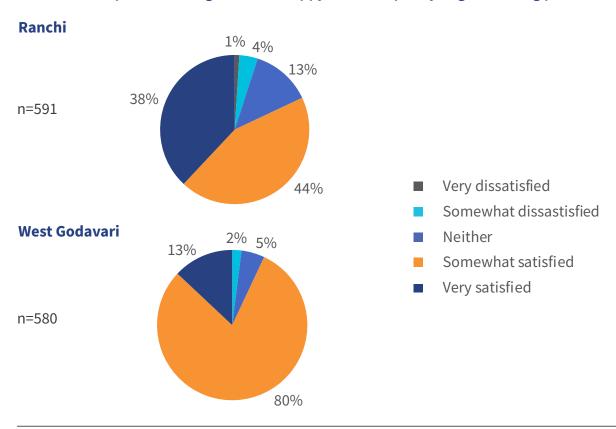


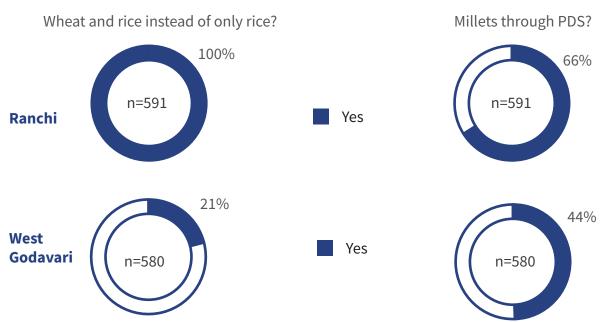
^{*} We would cultivate ragi (millets) here earlier, but not anymore. Now we eat whatever the government gives us.



Most respondents were satisfied with the quality of PDS grains, but they would like the system to provide a variety of goods

People in both regions were happy with the quality of goods being provided





Most* respondents in Ranchi would like some portion of the <u>rice</u> entitlement <u>to be</u> replaced with wheat, while the number was low in West Godayari.

Similarly, a majority of respondents in Ranchi would like to <u>receive millets</u> through PDS, but a majority in West Godavari do not know how to use millets.

^{*}Two respondents in the sample did not want wheat in lieu of rice.

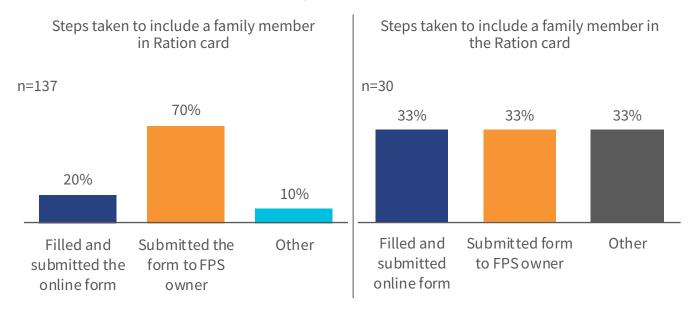


Beneficiaries find it difficult to add family members in the ration card

A large number of respondents in both locations had at least a family member who was not included in their Ration card



People in Ranchi rely more on the FPS owner for the inclusion process. However, in both Ranchi and West Godavari—FPS owners enjoy a great degree of power in the system, as they are the only point of sales



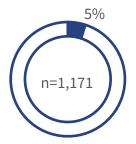


^{*} The dealer has been threatening to strike off our names [from the ration card]. We would even lose what little we are getting now.

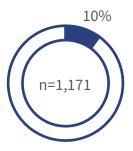


Only a few households reported skipping one of the meals in a day

Meal skipping pattern is similar across both the districts



About 5% households reported having skipped one meal in one of the days in the <u>past week</u> due to unavailability of food.

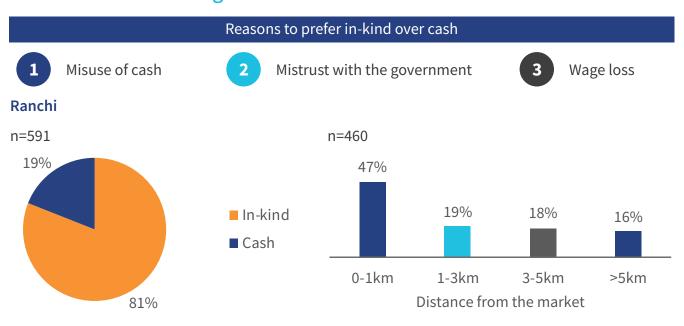


About 10% households reported having skipped one meal in one of the days in the past month due to unavailability of food.

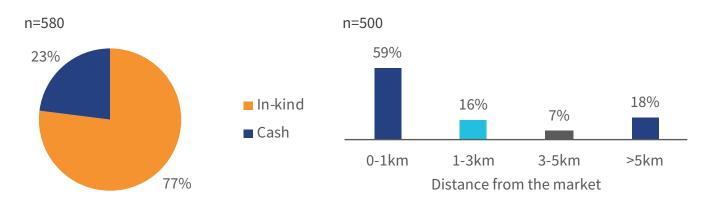




There is a strong preference for in-kind benefits in PDS among beneficiaries across regions



West Godavari



Responses

Cash

Apne hisaab se khareedenge bazaar se, jo chahiye wo (We will buy whatever we want from the market, by ourselves.)

Agar hisaab se paise milenge to suvida hogi (It will be convenient if we could get the money as per our needs.)

In-kind

Sab aadmi log paisa daru mein uda dega (All the men would blow their money on alcohol.)

Paise denge to khareedenge kahan se? (Even if we get the money to make purchases, where do we buy from?)

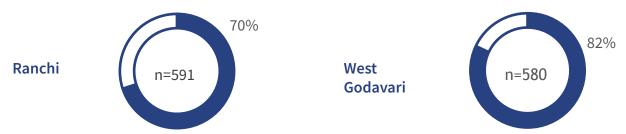
Ek poora din chala jata hai bank se paise nikaalne mein, usme bhi bharosa nahi hai ki mil jayenge (It takes an entire day to withdraw money from the bank, and often we are unsure if we will be able to get any money at all.)





ICDS supplementary nutrition is a much-needed scheme in the villages but program monitoring should improve

A majority of respondents feel that <u>pregnant women and children</u> have <u>additional nutritional</u> <u>needs</u>.



Most respondents were reported to have an Aanganwadi center in their village.



Most respondents in West Godavari confirmed that the food provided is as per the menu.



Almost all respondents in West Godavari feel that the quantity of food provided is sufficient.



Humara bachcha hone ke pehele se hi center mein khaana milna bandh ho gaya, kareeb 6-8 mahine se yojana bandh hai*

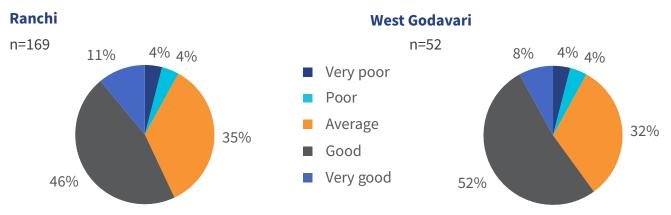


^{*}We stopped getting food from the center before our child was even born. It has been around six to eight months since the program was stopped.

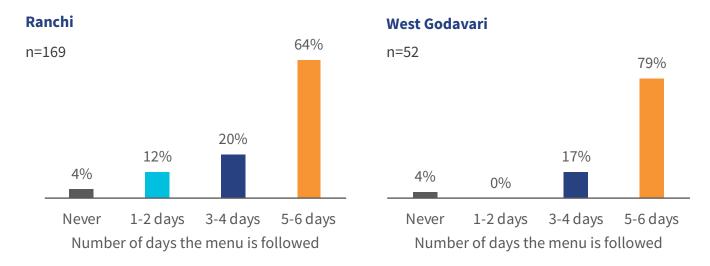


People* are satisfied with the quality and quantity of provisions in the mid-day meal scheme, but the nutritional efficacy of the scheme may be reviewed

The instances of dissatisfaction with the quality of food being provided to children were low, and the figures were almost similar in both regions



Most of the respondents in both regions feel that the proposed menu is being followed



A large percentage of the respondents in both the regions feel that the <u>quantity being</u> provided is <u>sufficient</u> for their children. However, the number of people with children who avail MDM is low in West Godavari



^{*}The actual beneficiaries, children, were not interviewed in this study.





There are multiple feasible process modification options to realize better nutritional outcomes among target beneficiaries

Recommendation	Expected outcome	Type of change
The department can begin interventions base on nutrition by fortifying food materials supplied through PDS with iron and zinc.		Incremental short-term
The department can then work on improving the dietary diversity by replarice with wheat or local millets. Lentils should also provided even if it is marginally subsidized.	Expanded food basket with increased efficacy	Radical short-term



The department can, in the long-term, test alternate delivery mechanisms like cashtransfers or cash-vouchers or food coupons to see if it brings about better nutritional outcomes.

Increased choice for the beneficiaries can lead to better nutritional outcomes from the program

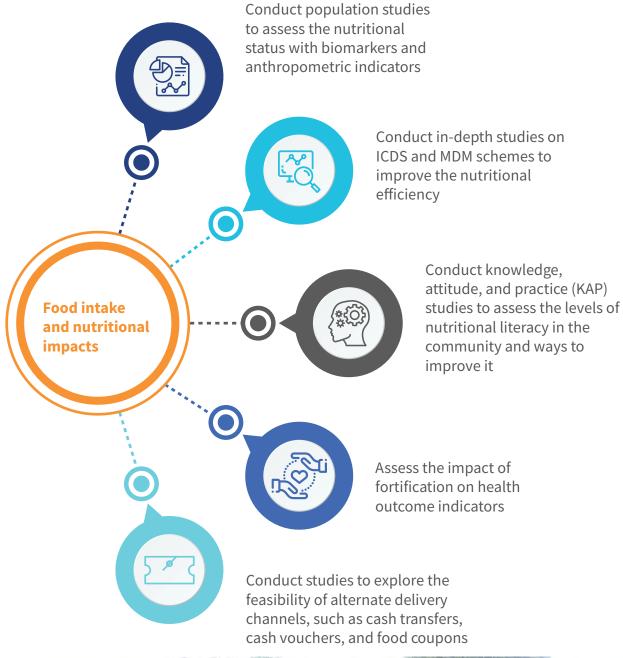
Radical long-term

There are also behavioral nudges that can help motivate beneficiaries to adopt a more nutritious diet

Recommendation	Expected outcome	Type of change
The department can use the concept of orality to print information on good nutrition practices in all new ration cards.	Increased nutritional literacy	Incremental long-term
The department can begin to develop a plan to deploy dedicated frontline village-level nutrition workers.	Increased nutritional literacy and informed food choices	Radical long-term
There should be more studies around MDM and ICDS with the aim to synchronize these efforts with the work of the public distribution system.	Better systemic efficiency	Incremental long-term



A host of other studies need to be conducted to understand the food intake and nutritional impacts better









Incomplete nutrition results in a host of deficiencies or maladies that have serious long-term health implications

Cause	Indicator	Symptoms
Long-term insufficient nutrition intake and frequent infections	Stunting	Below minus two standard deviations from the median height for age of the reference population
Acute food shortage or diseases or both	Wasting	Below minus two standard deviations from the median weight for height of the reference population
Acute food shortage or diseases or both	Severe wasting	Below minus three standard deviations from the median weight for height of the reference population
Deficiency of either iron vitamin A, vitamin B, folic acid or zinc and worm infestations	Anemia	Hemoglobin concentration lower than the level considered for age and gender of a person
Insufficient breastfeeding, anemic mothers, untimely initiation of complimentary feed, inadequate quantity & diversity	Under- weight	Below minus two standard deviations from the median weight for age of the reference population
Energy imbalance between calories consumed and expended	Overweight	Body mass index greater than 25 is overweight and BMI greater than 30 is obese



While the schemes have done a good job of reducing hunger, nutritional statistics have not improved proportionally (1/2)

	NFHS-1 (1992-93)	NFHS-2 (1998-99)	NFHS-3 (2005-06)	NFHS-4 (2015-16)
Stunted children	52%	46%	45%	38%
Wasted children	17%	16%	23%	21%
Underweight children	53%	47%	40%	36%
Anemic women	N/A	52%	56%	53%

Note: The age of children considered in different rounds of the survey varies. In NFHS 1, it is four years. In NFHS 2 and 3, it is three years. In NFHS 4, it is five years. In the case of women, in NFHS 2, the sample was the total number of women, in NFHS 3, the sample was the total number of women in the age group 15 to 49 years who were ever married, while in NFHS 4, the sample was the total number of women in the age group 15 to 49 years.



While the schemes have done a good job of reducing hunger, nutritional statistics have not improved proportionally (2/2)

	NFHS-1 (1992-93)	NFHS-2 (1998-99)	NFHS-3 (2005-06)	NFHS-4 (2015-16)
Anaemic children	N/A	74%	79%	59%
Obese women	N/A	N/A	15%	21%
	MDM.	TPDS	NE	SA

Annually, India loses over USD 12 billion in GDP to vitamin and mineral deficiencies while scaling up micronutrient interventions would cost less than ~20% of this amount i.e. USD 574 million/ year.*

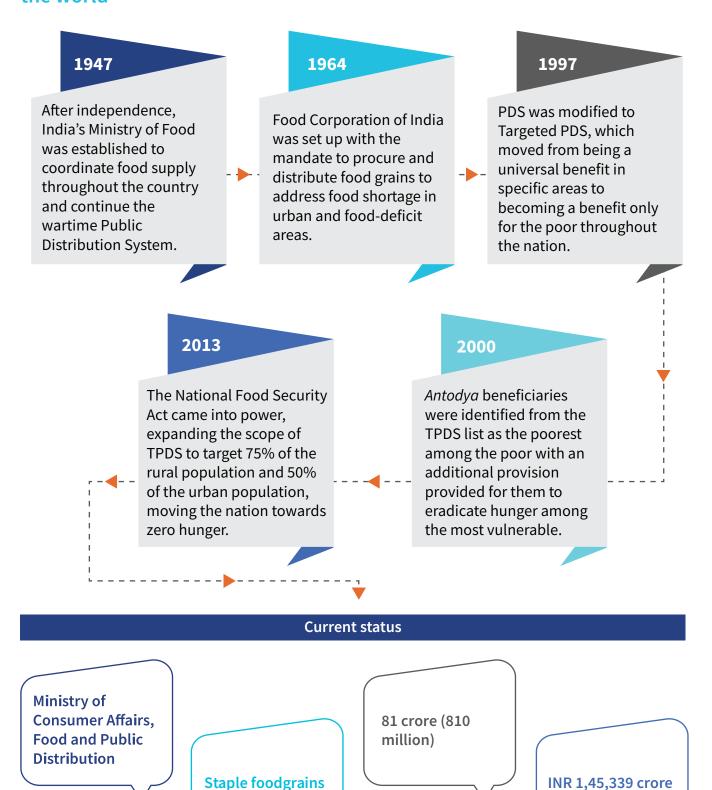


Note: The age of children considered in different rounds of the survey varies. In NFHS -1 it is four years, in NFHS -2 and 3 it is three years and in NFHS – 4 it is five years.



^{*} Nutrition at a Glance, World Bank

India's Public Distribution System is the largest food security program in the world



Beneficiaries

of the region

Benefits



Implementer

(USD 20.16 billion)

Annual budget

Other social security programs supplement PDS to cater to the nutritional needs of vulnerable demographics

Scheme name and implementer	Description	Number of beneficiaries	Annual budget
Integrated Child Development Services Ministry of Woman and Child Development + Ministry of Health and Family Welfare	The ICDS program was launched in 1975 to meet the nutritional needs of pregnant women, nursing mothers, and children up to the age of six through supplementary nutrition, health education, immunization, and health check-ups.	9.8 crore* (98 million)	INR 15,245 crore (USD 2.12 billion)
Mid-day meals Ministry of Human Resource Development	The mid-day meals program was launched in 1995 to improve the nutritional level of primary school students studying in government and government aided schools, by providing one cooked meal a day at least 200 times a year.	9.46 crore (94.6 million)	INR 9,096 crore (USD 1.26 billion)



 $^{^{\}star}$ Includes only the children and women receiving supplementary nutrition



Public distribution benefits vary based on region and category, with the center and state sharing the program expenditure

Types of ration card	Priority households (PHH)			Anna Yojana AY)
	Ranchi	West Godavari	Ranchi	West Godavari
Entitlement	5kg rice/per person	5kg rice/per person	35kg rice/RC	35kg rice/RC
	1kg salt/RC	0.5kg sugar/RC	1kg salt/RC	1kg sugar/RC
		1kg salt/RC	1kg sugar/RC	1kg salt/RC
		2kg red gram/RC		2kg red gram/RC
		3kg <i>ragi/</i> RC		3kg <i>ragi</i> /RC
		2kg jowar/RC		2kg jowar/RC
		1kg wheat atta/RC		1kg wheat atta/RC

Method

Biometrically authenticated physical uptake

Stakeholders



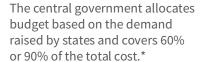
- Ministry of Consumer Affairs; Food and Public Distribution
- FoodCorporationdepartmentsof India
- Fair priceBeneficiariesshop owners

Process



State governments raise the demand based on the number of identified beneficiaries from the SECC database.









Beneficiaries collect entitlement from fair price shops by authenticating the uptake biometrically.



The FCI delivers foodgrain at the FPS dealer's doorstep based on the allocation decided by a state.

^{*}Some North eastern states get 90%



MDM and ICDS programs offer cooked meals as per the local preferences but have prescribed minimum nutritional values

ICDS

Beneficiaries

Pregnant women, lactating mothers, and children up to six years.

Entitlement

Micronutrient fortified food or energy-dense foods with fixed calorie and protein values are provided every day to beneficiaries under different categories.

Cateogary	Energy	Proteins
Children 6 months to 6 years	500kcal	12-15g
Severely underweight children	800kcal	20-25g
Pregnant and lactating women	600kcal	18-20g

Process

A state estimates the demand for meals based on the data received from *Anganwadi* centers.

The center allocates funds based on the demand raised by states on a sharing basis.

Anganwadi center distribute are take-home packets and provide hot-cooked meals.

The *Anganwadi* center procures wheat or rice from FCI and other ingredients locally.

MDM

Beneficiaries

Children who study in government and government-aided primary schools.

Entitlement

One fresh-cooked meal with minimum 300kcal of energy and 8–12g of proteins per day for minimum 200 days a year.

Process

A state estimates the demand based on the enrolment statistics from UDISE.

The center allocates a fixed amount per day per child on the basis of the number of children enrolled.

Cooked meals are provided to children based on the menu approved by the school committee.

Individual schools are responsible to procure cooked meals with the allocated funds.



Even a minor low cost tweak in the consumed recipe can increase nutritional intake considerably



Breakfast 🕼	Lunch (Dinner 🕮
Rice and potato	Rice and pot	ato	Rice and <i>dal</i>
Energy - 941kcal Iron - 5mg	Protein - 27g Magnesium - 126mg	Fat - 2g Zinc - 4mg	Calcium - 75 mg Folic acid - 92μg

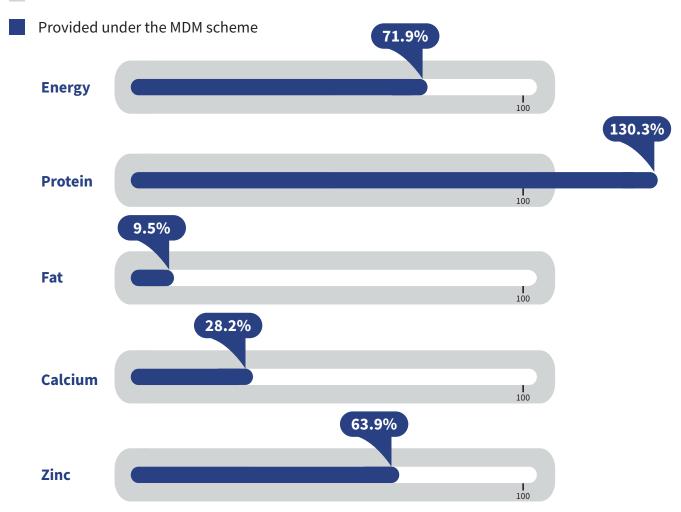
Recommended

Breakfast (1991)	Lunch 🕲	Dinner 🚞
Wheat <i>roti</i> and egg Porridge Rice and egg	Wheat <i>roti</i> , potato, and <i>jawo</i>	Rice and <i>dal</i>
Energy - 1345kcal Iron -15mg	Protein - 45g Fat - Magnesium - 278mg Zinc - 9	



State governments provide eggs under the MDM scheme, which makes the meal better in terms of the nutrient requirements for children

Recommended*





^{*} Per meal



List of abbreviations

AAY	Antyodya Anna Yojaya
BAPU	Biometrically Authenticated Physical Uptake
FPS	Fair price shops
ICDS	Integrated Child Development Services
INR	Indian Rupee
MDM	Mid-day meals
NFSA	National Food Security Act
PDS	Public Distribution System
PHH	Priority households
RC	Ration card
THR	Take-home ration
TPDS	Targeted Public Distribution System
USD	United States Dollar

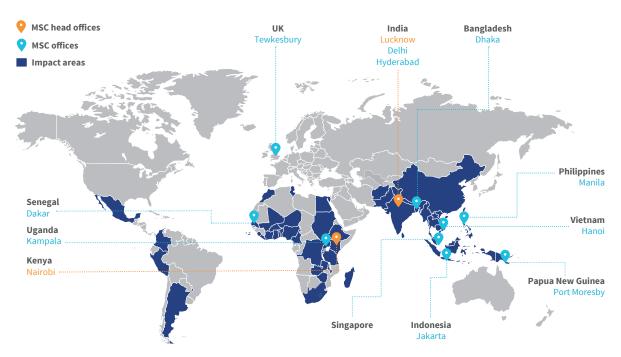




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