

Economic assessment of napier grass production using different fertilizer combinations under smallholder farming conditions in the Central Highlands of Kenya

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ABSTRACT

Aims: The objective of the study was to evaluate the cost effectiveness of using different fertilizer combinations to improve napier grass production within the smallholder farms.

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Study design: The experimental design was a Randomised Complete Block Design (RCBD) with three replicates per treatment. The treatments were: Di-Ammonium Phosphate (DAP); rabbit (*Oryctolagus cuniculus*) manure; rabbit manure plus rabbit urine; DAP plus Calcium Ammonium Nitrate (CAN); DAP plus rabbit urine; Control; and Conventional method.

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Place and Duration of Study: The study was done in Embu County, Kenya from March 2015 to January, 2016.

Methodology: The economic analysis to determine the most cost-effective fertilizer was done using gross margins and cost-benefit ratios approach

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Results: Rabbit manure plus urine had the highest cost of production averages at US\$.154 8.13 per year at $p < 0.05$ while the conventional method was US\$ 494.59 at $p < 0.05$. The study revealed that the most cost-effective fertilizer in Embu County was DAP plus rabbit urine treatment under "Tumbukiza" pits.

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Conclusion: The projections are that by the end of the second cropping year, the treatment top-dressed with either rabbit urine or CAN would be having higher gross margins since the initial cost would have been recovered. Farmers in Embu County are encouraged to integrate the use of both organic and inorganic fertilizers to achieve high production in a cost-effective way.

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Keywords: Cost, Fodder, inputs, profitability

1. INTRODUCTION

The dairy industry is an integral sub-sector of livestock production in Kenya, which supports the key players within the entire value chain [1]. Total annual milk production in Kenya has been approximated at 3.43 billion litres, of which more than 80% is from the smallholder farms [2]. Currently, the milk production per cow per day averaged at 6 Kgs, which lay below the expected 15 Kgs [3]. Dairy production performance in most smallholdings are below optimal due to some factors associated with dairy production systems. These factors comprise of low quality feeds, poor feeding, a declining genetic base, animal diseases, poor access to credit facilities, effects of climate change and diminishing land [4, 5, 6].

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To realise milk from lactating cow, the animal genetic base and environment are critical. The environment consists of housing and Feeding of which feeding stands at 70% of the production cost. Studies have been done on improving milk production, but the yields have remained low with the milk unit cost being comparatively high, which made it unaffordable to most consumers [7, 8]. A research done in Embu County [3] showed that the average cost of producing a litre of milk was US\$ 0.374. Further studies indicated that the highest percentage

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32 | of the cost of producing milk **was** from fodder **for the animal creation**, constituting 55-70% [5,
33 | 9].

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35 | Napier grass **has been** the most popular perennial fodder used within the smallholder crop-
36 | livestock farming systems in Kenya, where over 80% of the national milk is produced [10].
37 | The reason for these is because of its advantageous traits such as vigorous growth, high
38 | biomass productivity, deep root system for drought tolerance, a wide range of soil conditions,
39 | high photosynthetic and its water-use efficiency [11]. Napier grass acts as windbreak in crop
40 | fields and stabilises the soil by holding particles together in this manner, preventing soil
41 | erosion [12]. Milk production in smallholdings could be increased by reducing the cost of
42 | production, especially for fodder. There **are** limited empirical data on the economic
43 | assessment of Napier production to achieve high production. Hence **the study was based on**
44 | the economic assessment of using different **fertilizer** combinations, to improve **napier grass**
45 | **production** within smallholder farming conditions.

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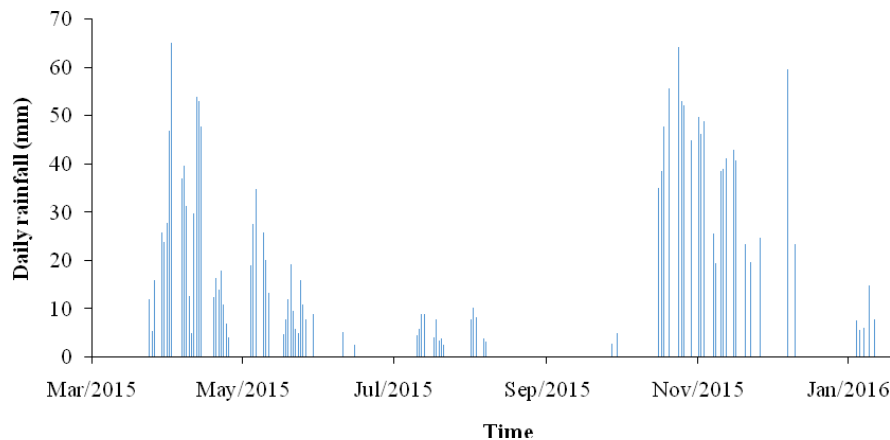
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47 | 2.0 MATERIAL AND METHODS

48 | 2.1 study site

49 | The study was done in Kirigi (0°24'14.71" S, 37°32'10.6" E), Embu County, Eastern Kenya.
50 | Kirigi is located in Agro-Ecological Zone (AEZ) UM1 (Upper midland zone 1), a coffee-tea
51 | zone, and lies at altitude of 1650 m above sea level. The average **local** temperature is
52 | 18.7°C, and the precipitation pattern is bimodal with annual average rainfall of 1677 mm [13].
53 | The daily rainfall pattern and amounts experienced during the study period is shown in Figure
54 | 1.
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56 | Figure 1: Daily rainfall during the study period.

57 | 2.2 Experimental design

58 | The field trial was laid in **randomized** complete block design replicated thrice. The test crop
59 | was Napier grass, Kakamega 1 variety. The treatments were: Di-Ammonium Phosphate
60 | (DAP), rabbit manure, rabbit manure plus urine, DAP plus Calcium Ammonium Nitrate (CAN),
61 | DAP plus rabbit urine, conventional method (**applied DAP**) and Control (no **fertilizer** input).
62 | The treatments were assigned randomly within the three replicates, and the blocking was
63 | done based on slope and soil homogeneity as the major influencing factors. The fertilizer
64 | application rate was based on N nutrient at 45 kg of N ha⁻¹ from the assorted sources: DAP,
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67 CAN, rabbit manure, and rabbit urine. The plot size measured 3 m by 2.1 m consisting of five
68 "Tumbukiza" pits measuring 0.9 m length by 0.6 m width by 0.6 m depth. On the other hand,
69 the conventional method pits measured 0.2 m length by 0.15 m width by 0.2 m depth. Five
70 cuttings of napier grass were planted in each "Tumbukiza" pit which was for all the
71 treatments apart from the conventional method where one cutting was planted in each pit.
72 Top dressing of napier grass was done fourteen days after every harvest. First crop harvest
73 was done 120 days after the crop establishment and subsequent harvests done after 60
74 days.

76 2.3 Data collection

77 The analyze to determine the most cost-effective fertilizer was done using gross margins and
78 cost-benefit ratios approach. The gross margin (GM) was calculated by subtracting total
79 variable cost (TVC) from total revenue (TR) of Napier production per hectare (equation 1).

$$81 \quad GM = TR - TVC \quad \text{Equation 1}$$

82
83 Where: GM is gross margin (US\$/ha), TR is total revenue or the total value of output from the
84 napier production (US\$/ha). It was the product of average output per hectare multiplied by
85 the market price, and TVC was total variable cost or the costs that are specific in producing
86 napier (US\$/ha). TVC varies according to output and is incurred on variable inputs. This
87 includes the cost of inputs like canes, fertilizer, and hired/family labour per treatment.

89 2.4 Data analysis

90 Data were subjected to analysis of variance (ANOVA) using SAS 9.2. Mean separation was
91 done using Tukey's Kramer Honest significant difference (HSD) at $P = 0.05$. Differences
92 between means were considered significant if P values were less than 0.05. Data were
93 analyzed using SAS edition 9.2.

$$95 \quad Y_{ijk} = \mu + B_i + T_j + E_{ijk} \quad \text{Equation 2}$$

97 Where: Y_{ijkl} is the dependent variable, μ is the mean, B_i is the effect due to i^{th} replication, T_j
98 is the effect due to j^{th} treatment and ϵ_{ijk} is the residual effect.

100 3.0 RESULTS AND DISCUSSION

102 3.1 cost of production

103 During the study, it was observed that all means were different from the control in the 1st crop
104 while DAP and rabbit manure were not different from the control in the 2nd, 3rd and 4th crops.
105 The highest costs incurred were observed in the 1st crop; during the other crops, the costs
106 were almost constant. The conventional method had the lowest cost of production, while
107 rabbit manure plus urine had the highest cost.

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110 **Table 1: Analysis of the cost of production using different fertilizer combinations on**
 111 **napier grass in Embu County**

Treatment	Production costs/Ha (US\$)			
	1 st crop	2 nd crop	3 rd crop	4 th crop
DAP	786.47 ^d	92.74 ^c	92.74 ^c	92.74 ^c
Rabbit manure	1178.92 ^b	92.74 ^c	92.74 ^c	92.74 ^c
Rabbit manure+Urine	1201.99 ^a	115.81 ^b	115.81 ^b	115.81 ^b
DAP+CAN	817.31 ^c	123.86 ^a	123.58 ^a	123.58 ^a
DAP+Rabbit urine	809.54 ^b	115.81 ^b	115.81 ^b	115.81 ^b
Control	717.17 ^e	92.74 ^c	92.74 ^c	92.74 ^c
Conventional method	259.33 ^f	78.42 ^d	78.42 ^d	78.42 ^d
P	<.0001	<.0001	<.0001	<.0001

112 Means in the same column followed by the same letter are not different at $P < 0.05$.

114 The study showed that the highest cost was incurred during the 1st crop since planting
 115 material, fertilizers and more labour were used due to the land preparation. The the market
 116 price for the fertilizers was used to calculate the cost of fertilizers for every season which was
 117 0.9 US\$/kg, 0.6 US\$/kg, 0.3 US\$/kg and 1.05 US\$/kg for DAP, CAN, rabbit manure and
 118 rabbit urine respectively. In the 2nd 3rd and 4th crop, more cost was incurred where
 119 topdressing was done since there was the cost of fertilizer and extra labour for the
 120 application. On the other hand, the conventional method was cheaper to establish since it
 121 used less labour which was costing 134.85 US\$/ha compared to the rabbit manure plus urine
 122 which had the highest cost at 625.03 US\$/ha. The study found that the labour cost was the
 123 highest with estimated at 52% of the production cost. This result is in agreement with [5] who
 124 found that labour cost forms large proportion in the dairy smallholder farms. Despite the fact
 125 that rabbit manure plus urine had the highest cost of production, its gross margins were
 126 higher compared to the conventional method, which had the lowest gross margins.

127 3.2 Cost-benefit analysis

128 The study found that during the 1st crop, all the gross margins were negative with the
 129 conventional method having the lowest gross margin though, in the 2nd, 3rd and 4th crop
 130 positive gross margins were realised. All the treatments means were different from the
 131 control throughout all crops apart from the conventional method, which was not different from
 132 control apart from the 1st crop. The study on the economic evaluation of the most cost-
 133 effective fertiliser in Embu County revealed that DAP plus rabbit urine treatment under
 134 "Tumbukiza" pits was leading, followed closely by rabbit manure plus urine.

136 **Table 2: Assessment of the cost-effectiveness of using different fertilizer combinations**
 137 **on napier grass in Embu County**

Treatment	Gross Margins/Ha (US\$)			
	1 st crop	2 nd crop	3 rd crop	4 th crop
DAP	-382.68 ^b	129.77 ^{bc}	224.93 ^{cdde}	4663.97 ^a
Rabbit manure	-948.01 ^e	280.48 ^a	377.77 ^{ab}	508.60 ^a
Rabbit manure+Urine	-793.43 ^d	314.92 ^a	441.00 ^b	654.00 ^a
DAP+CAN	-585.80 ^d	205.03 ^b	252.37 ^{bcd}	613.93 ^{ab}
DAP+Rabbit urine	-445.67 ^b	312.97 ^a	662.00 ^a	803.31 ^a
Control	-624.43 ^c	1.26 ^d	34.64 ^{de}	34.96 ^b
Conventional method	-177.15 ^a	9.39 ^d	72.50 ^{de}	22.90 ^b
LSD	118.84	82.19	211.70	355.01
P	<.0001	<.0001	0.001	0.007

138 Means in the same column followed by the same letter are not different at $P < 0.05$.

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