

### Asian Journal of Research in Agriculture and Forestry

Volume 9, Issue 4, Page 124-133, 2023; Article no.AJRAF.105800 ISSN: 2581-7418

# Sustainable Pathways: Exploring Farmers' Perceptions of Cocoa Certification Programme in South-West, Nigeria

# Oluwaseun Clement Oginni a\*, Joseph Olumide Oseni a and David Olufemi Awolala a

<sup>a</sup> Department of Agricultural and Resource Economics, Federal University of Technology Akure, Nigeria.

### Authors' contributions

This work was carried out in collaboration among all authors. All authors read and approved the final manuscript.

### Article Information

DOI: 10.9734/AJRAF/2023/v9i4239

### **Open Peer Review History:**

Original Research Article

Received: 25/06/2023 Accepted: 29/08/2023 Published: 01/09/2023

### **ABSTRACT**

The significance of sustainable cocoa production has been widely studied using various methods and models, however, the farmers' viewpoints on cocoa certification programme remained largely unexplored. This study attempts to examine the perceptions of farmers on certification programme towards sustainable cocoa production in the South-West, of Nigeria. Multistage sampling procedures were used to collect primary data through the aid of a well-structured questionnaire from three hundred and sixty (360) cocoa farmers (certified and non-certified) in Ondo, Osun and Ogun States. Descriptive statistics such as frequency, mean and percentage as well as Independent T-test were used to analyse the data. The study revealed that the majority (68.9%) of the respondents were male, and also married which implies that they have access to family labour.

\*Corresponding author: E-mail: seunogn@gmail.com;

The main reason why non-certified cocoa farmers did not participate in the programme is due to inadequate awareness, while the major bodies creating awareness on cocoa certification are the exporters and the License buying agents. The study further revealed that the promotion of good agricultural practices, provision of premium on cocoa beans sold, and access to market linkages were perceived and ranked highest among the certified farmers. The major constraints identified with the programme are pest and disease, delay in premium payment, climate change, and inadequate storage facilities. The results of the T-test revealed that there were significant differences between both the income and the output of certified cocoa farmers and that of non-certified cocoa farmers. The study therefore recommended that more awareness of cocoa certification programmes should be created not only by the cocoa Exporters and Licensed buying agents, but also by Government agencies and institutions, and policymakers should also work to ensure that certified farmers receive fair and competitive premium prices for their cocoa beans.

Keywords: Sustainability; cocoa; certification; development; perceptions; premium; price.

### 1. INTRODUCTION

Cocoa sustainability is assuring that cocoa production remains an economically viable and environmentally sound choice for farmers [1]. It entails not just farmers earning an equitable income that can motivate them, and the future generation to continue cocoa cultivation; but also implementing responsible labour standards that do not violate child rights: protecting the environment through good agricultural practices and resource management; and also, being able to afford basic health and education needs for their families [2].

Certification is a tool for sustainability [3]. According to [4], agricultural crop certification has been defined as an extensive range of voluntary standards developed by third-party entities in which producers are independently assessed and certified. These standards have been set up as means of incorporating economic, environmental, and social factors into global value chains [5].

Agricultural commodities certification programme gives farmers, and agricultural producers the option to participate and comply with particular requirements and standards that promote sustainability [6]. It enables farmers to implement practices that complement their particular production systems and geographical contexts while remaining in compliance with the required criteria [7].

According to [8] continuous improvement such as encouraging farmers to adopt improved practices, technologies, or management systems over time is an essential part of a certification programme. Similarly, [9] posited that participating in a certification programme enables

farmers to earn premium prices and access to niche markets for products that have been produced ethically and sustainably for the environment.

The significance of certification programme on cocoa production has been studied across the globe, using various measures and econometric approaches [10] However, the farmers' perceptions of this programme have not been thoroughly examined in Nigeria. Hence, this study provides empirical evidence on farmers' perceptions of Cocoa certification programme in South-West, Nigeria.

### 2. METHODOLOGY

### 2.1 Study Area

The study was carried out in South-West, Nigeria. The region is the major cocoa-producing area in Nigeria [11].

Established in 1976, Ondo State is positioned within the coordinates of longitudes 4° 151′ E and 6° 001′ E of the Greenwich meridian, as well as latitudes 5° 451′ N and 7° 451′ N, situated to the north of the equator in the southwestern region of Nigeria. Encompassing an expanse of approximately 15,000 square kilometres, the state accommodates a population of 3,441,924 individuals, as recorded in the 2006 census. Agriculture serves as the cornerstone of Ondo State's economy, with its climate proving highly conducive to agrarian pursuits for its numerous residents.

Osun state is endowed with both people and material resources. It is bounded by Ogun, Kwara, Oyo, Ondo, and Ekiti states in the south, north, west and east respectively. The state

situated in the tropical rainforest and it lies within latitudes 6° and 9° N of the equator and approximately between longitudes 2° and 7° E of the Greenwich meridian. With a population of 3,423,535 according to the NPC's 2006 records, the state comprises 30 local government areas. Agriculture is undertaken at both commercial and subsistence levels. The state's primary export crop is cocoa, which holds a significant position as the second-largest cocoa producer after Ondo [12]. Other crops include yam, cocoa, and cassava.

Ogun State has a total land area of 16,409.26 square kilometres, it is bounded on the West by the Benin Republic, on the South by Lagos State and the Atlantic Ocean, on the East by Ondo State, and the North by Oyo and Osun States. Geographically, it lies between Latitude 6.2°N and 7.8°N and Longitude 3.0°E and 5.0°E. Ogun is one of Nigeria's top cocoa-producing states. [13]. The state's vast fertile land supports the growing of both food and cash crops, including cassava, rice, cocoa, kola nuts, yam, and rubber [14].

### 2.2 Sample and Sampling Procedures

Primary data was used for this study, and this was collected through direct interviews with the use of a well-structured questionnaire.

A multi-stage sampling procedure was also employed. At first stage, three states, namely Ondo, Ogun, and Osun, States were purposively sampled due to their high contributions to cocoa production in Nigeria, and also because of the presence of cocoa certification programme in these states. The second stage involved a purposive selection of the six Local Government (LGAs) where cocoa certification programme is being implemented from the selected states. These LGAs are liebu North. and ljebu East LGAs (Ogun State), Idanre and Owo LGAs (Ondo State) and Ife South and Ife East LGAs (Osun State). At the third stage, two communities were randomly sampled from each of the selected (LGAs). At the final stage, 30 certified and non-certified farmers were randomly sampled from each community, thereby making a total 360 sample size.

### 2.3 Data Analysis

### 2.3.1 Descriptive statistics

The socio-economic characteristics of the respondents and their perceptions of cocoa certification programme were examined by using descriptive statistics such as mean, percentage, and frequency distribution. Likewise, descriptive statistics was employed to identify constraints associated with cocoa certification programme.

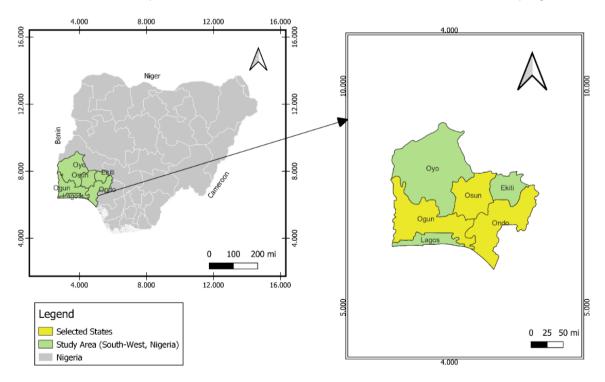


Fig. 1. Map of the Study Area

### 2.3.2 Test of hypothesis

Independent T-test was used to test the hypothesis of this study by comparing the income and output of certified farmers and non-certified farmers.

The T-test is given as:

$$t = \frac{\bar{x}_1 - \bar{x}_2}{\sqrt{\frac{S_1^2}{n_1}^2 + \frac{S_2^2}{n_2}}}$$

where;

t <u>y</u>= the t-statistic value to be calculated x\_1= Mean of the income of certified farmers

 $x_2^2$  Mean of the income of non-certified farmers

n\_1= Sample size of certified farmers

n\_2=Sample size of non-certified farmers

S 1<sup>2</sup>=Variance of the certified farmers

S\_2^2=Variance of non-certified farmers

### 3. RESULTS AND DISCUSSION

### 3.1 Socioeconomics Characteristics

### 3.1.1 Sex

As shown in Table 1, the proportion of male to female in the total sample were 68.9% and 31.1% respectively. Out of the 190 certified

cocoa farmers, about 66% of them are male while the remaining 34% are female. Also, 72% of the non-certified farmers are male while only 27.6% of them are female. The implication of this is that the majority of cocoa farmers in the study area are male. This result agrees with the work of [15] that cocoa production is mostly dominated by male in the South-West, of Nigeria.

### 3.1.2 Marital status

Table 2 revealed that the majority (71%) of the total number of respondents were married. Out of the 190 certified cocoa farmers, about 83 % of them were married and out of the 170 noncertified farmers, about 58% of them were married. This implies that both certified and noncertified farmers are likely to have access to family labour because of marriage.

### 3.1.3 Labour source

Table 3 shows that usage of only hired labour is more prominent among certified farmers (59.5%) when compared with non-certified cocoa farmers (28.2%). However, usage of hired labour plus family labour is more prominent among noncertified farmers (45.3%) when compared with their counterpart certified farmers (23.2%). In addition, the table also revealed that certified farmers engage sharecroppers less than noncertified farmers. This could be attributed to the fact that the sharecroppers may not be willing to implement the certification standards on the farm.

Table 1. Distribution of respondents by sex

	Certified	l farmers	Non-certifie	ed farmers	Total Sample		
Sex	Frequency	Percent	Frequency	Percent	Frequency	Percent	
Male	125	65.8	123	72.4	248	68.9	
Female	65	34.2	47	27.6	112	31.1	
Total	190	100.0	170	100.0	360	100.0	

Source: Field Survey Data, 2021

Table 2. Distribution of respondents by marital status

	Certifie	d farmers	Non-certif	Non-certified farmers Total		
Marital	Frequency	Percent	Frequency	Percent	Frequency	Percent
Single	10	5.3	28	16.5	38	10.6
Married	158	83.2	98	57.6	256	71.1
Separated	8	4.2	13	7.6	21	5.8
Widowed	4	2.1	31	18.2	35	9.7
Divorced	10	5.3	-	-	10	2.8
Total	190	100.0	170	100.0	360	100.0

Source: Field Survey Data, 2021

Table 3. Distribution of respondents by labour usage

	Certified	farmers	Non-certific	ed farmers	Total Sample		
Labour Source	Frequency	Percent	Frequency	Percent	Frequency	Percent	
Family Labour	27	14.2	24	14.1	51	14.2	
Hire Labour	113	59.5	48	28.2	161	44.7	
Family and Hire	44	23.2	77	45.3	121	33.6	
Crop Shearer	6	3.2	21	12.4	27	7.5	
Total	190	100.0	170	100.0	360	100.0	

Source: Field Survey Data, 2021

### 3.1.4 Methods used to determine farm size

Table 4 shows that usage Global Positioning System (GPS) to determine farm size is more prominent among certified farmers (5973.2%) when compared with non-certified cocoa farmers (10%). However, the usage of rope is the major method for determining farm size among noncertified farmers (85.3%) when compared with their counterpart certified farmers (22.1%). The usage of title deeds is not a common practice among certified farmers as well as non-certified farmers. The prominence of GPS usage among certified farmers can be attributed to the fact that cocoa certification standards require that farm

size should be determined by using GPS devices.

## 3.1.5 Source of Cocoa Certification Awareness

Fig. 2 revealed that the majority (60%) of the cocoa-certified farmers heard about about cocoa certification programme through Licence Buyer agents (LBAs) and Exporters, 23% of them heard about it through Extension Agents, While Only 17% of them heard about the programme through their friends and lead farmers. This implies that the LBAs and the exporters are the major bodies responsible for creating awareness on cocoa certification programme in Nigeria.

Table 4. Methods used to determine farm size

	Certif	ied farmers	No	Non-certified farmers				
Member	Frequency	Percent	Frequency	Percentage	Frequency	Percent		
GPS	139	73.2	17	10.0	156	43.3		
Title Deed	2	1.1	8	4.70	10	2.8		
Rope	42	22.1	145	85.3	187	51.9		
Other	7	3.7	0	0	7	1.9		
Total	190	100.0	170	100.0	360	100.		

Source: Field Survey Data, 2021

Exporter/LBA

Extension Agents

23%

Friends/Lead Farmers

Fig. 2. Source of cocoa certification awareness Source: Computed from Field Survey Data, 2021

# 3.1.6 Reason for not participating in cocoa certification programme

Fig. 3 presents the reasons why the non-certified farmers are not participating in cocoa certification. Out of the 170 non-certified cocoa farmers, 50% did not participate in the certification programme because they were not aware, 34% were not convinced enough to participate, and 17% said they didn't have time to implement the certification standard requirement. This finding is in line with that of [16] who found that lack of adequate information about certification is a barrier to farmer participation in cocoa certification programme.

# 3.2 Perception of Cocoa Certification Programme

Table 5 shows the perception of cocoa farmers about cocoa certification programme in the study area. promotion of good agricultural practices, provision of premium on cocoa beans sold, and access to market linkages were perceived and ranked highest with a mean of 4.66, 4.63 and respectively. The reduction in 4.58 the environmental impact of cocoa production, promoting unity among farmers, and giving better prices for cocoa beans were perceived and ranked lowest with a mean of 3.78, 4.07 and 4.12 respectively. This result supports the findings of [17] in her study on the impact of fairtrade and other sustainability practices on cocoa farmers' income in Ecuador, where farmers agreed that the main perceived benefits of participating in a certification programme are the training they received, and learning of good agricultural practices to expand their knowledge of production.

# 3.3 Constraints Associated with Cocoa Certification Programme

Table 6 shows various constraints associated with cocoa certification in the South-West, Nigeria. Pest and Disease, Delay in premium payment, Climate Change, and Inadequate storage facilities were the major cocoa certification constraints identified by the farmers. Other constraints are the high cost of inputs Establishing farms in protected areas, Poor Road infrastructure. Compliance certification standards, Cocoa price Instability, Insecurities and Limited access to credit. These findings are in line with Awoyemi and [18] who found that pests and disease are major constraints for sustainable cocoa production.

### 3.4 Test of Hypotheses

The independent samples t-test was used to test whether there was a significant difference between certified farmers and non-certified farmers in terms of their output and income. Table 7 shows statistically significant differences between the output and income of the certified farmers and non-certified farmers at (p<0.01). This means that the certified cocoa farmers had more output and income than the non-certified cocoa farmers. Hence, the null hypotheses are rejected.

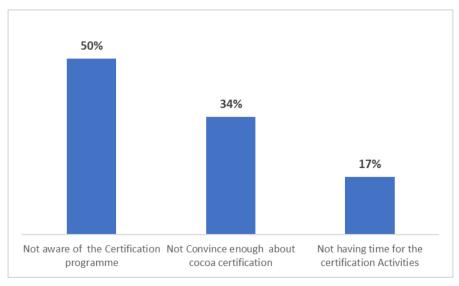


Fig. 3. Reasons for not participating in cocoa certification programming

Source: Computed from Field Survey Data, 2021

**Table 5. Perception of Cocoa Certification Programme** 

Perception Statement	SD (%)	D	U	Α	SA	Mean	Std.	Rank
•	` ,	(%)	(%)	(%)	(%)		Dev.	
It promotes good agricultural practices	7.40	0.00	0.00	4.20	88.4	4.66	1.06	1
It reduces environmental impact of cocoa production	25.8	0.50	3.70	10.0	60.0	3.78	1.72	16
It promotes quality of cocoa beans	3.2	0.00	0.00	31.1	65.8	4.56	0.79	4
It promotes good working conditions	0.00	0.00	3.20	37.9	58.9	4.56	0.56	4
It improves volume/productivity	0.00	0.00	0.00	46.8	53.2	4.53	0.50	7
It gives access to market linkages	0.00	0.5	1.60	37.4	60.5	4.58	0.56	3
It promotes health and safety	0.00	0.00	0.00	44.7	55.3	4.55	0.50	6
It gives premium	0.00	0.00	0.00	36.8	63.2	4.63	0.48	2
It provides inputs and materials	0.00	2.60	3.20	43.2	51.1	4.43	0.68	9
It encourages record-keeping	0.00	2.60	6.80	29.5	61.1	4.49	0.74	8
It gives better price for cocoa beans	0.00	6.80	13.7	40.0	39.5	4.12	0.89	14
It encourages youths in Agriculture	0.00	0.50	15.8	37.4	46.3	4.29	0.75	13
It encourages women in Agriculture	0.00	0.00	8.40	47.9	43.7	4.35	0.63	12
It improves livelihood	0.00	0.00	8.40	40.5	51.1	4.43	0.64	9
It encourages adult education	2.60	0.00	2.10	44.7	50.5	4.41	0.78	11
It promotes unity among farmers	7.40	1.10	15.8	28.4	47.4	4.07	1.16	15

Note: (SD= Strongly Disagree, D= Disagree, U= Undecided, A= Agree, SA= Strongly Agree Source: Computed from Field Survey Data, 2021

Table 6. Constraints associated with cocoa certification programme

Constraints	Α	В	С	D	Е	Mean	Std.	Rank
	(%)	(%)	(%)	(%)	(%)		Dev.	
High cost of inputs	44.8	4.8	27.9	20.6	1.1	3.71	1.27	7
Access to improved planting material	51.1	1.6	13.2	28.5	5.3	3.65	1.47	10
Cheating by buyer (brokers)	27.4	4.3	4.3	52.2	10.6	2.85	1.45	15
Delays in payment on cocoa purchased	26.4	40	6.4	20.6	5.8	3.6	1.25	11
Establishing farms in protected areas	53.2	13.7	3.2	25.3	4.3	3.86	1.41	6
Insecurities	18.5	23.2	5.3	45.3	5.3	3.23	2.33	14
Inadequate storage facility	57.9	15.8	3.7	20.6	1.6	4.08	1.27	4
Climate Change	67.9	2.2	5.3	20	3.7	4.1	1.39	3
Delay in premium payment	50	29	4.3	15.8	1.1	4.12	1.13	2
Poor road infrastructure	49.5	12.2	3.2	26.9	6.9	3.69	1.49	9
Limited access to credit	51.6	2.7	4.3	35.3	4.8	3.6	1.52	12
Pest and Disease	71.1	6.4	3.2	7.4	11.6	4.17	1.46	1
Low awareness of Cocoa Certification	55.3	4.8	4.3	25.8	9.5	3.7	1.57	8
Compliance certification standards	36.4	4.8	12.7	43.7	1.1	3.3	1.39	13
Cocoa price Instability	58.5	11.6	9.5	19	1.6	4.07	1.26	5

Note (A= Critically Important, B= Very Important, C= Important, D= Slightly Important, E=Unimportant)
Source: Field Survey Data, 2021

Table 7. Independent samples T-Test (Output/Income)

	Levene's Test for			T-Te	st of Equality	of Means			
	Equality of Variances F	Sig t Df	Df	Sig (2-tailed)	Mean difference	Std. Error Difference	95% confidence interval of the difference		
							Lower	Upper	
Output	Equal variance assumed	28.309	-7.767	358	0.000	-538.69	69.358	-675.09	-402.296
·	Equal variance not assumed		-8.023	289.105	0.000	-538.69	67.147	-670.85	-406.537
Income	Equal variance assumed	2.399	-4.064	358	0.000	-291049.3	71616.43	-431891	-150207.5
	Equal variance not assumed		-4.127	348.315	0.000	-291049.3	70529.43	-429766	-152332.1

Source: Field Survey Data, 2022

### 4. CONCLUSION

Based on the findings, it can be concluded that certified cocoa farmers have positive perceptions towards cocoa certification programme, especially in terms of the provision of premium on cocoa beans sold. The LBAs and the exporters are the major bodies providing awareness on cocoa certification programme to the cocoa farmers in Nigeria. The major reason for not participating in the cocoa certification programme by the non-certified farmers was due to inadequate awareness of the programme. It is therefore recommended that more awareness should be created by government institutions so that more farmers can enjoy the sustainability benefits of cocoa certification programm in Nigeria

### **COMPETING INTERESTS**

Authors have declared that no competing interests exist.

### **REFERENCES**

- 1. Teague M. Insights into the cocoa and forests initiative: Smallholder engagement with certification programs and agroforestry. Society & Natural Resources. 2022;35(4):410-429.
- Callebaut: Barry Callebaut Sustainable Report, cocoa horizon; 2014.
   Accessed 17 December, 2022.
   Available:https://www.cocoahorizons.org/reports
- Walrecht A, Basso K, Hime S. Certification and biodiversity exploring improvements in the effectiveness of certification schemes on biodiversity. Climate Change and Sustainability Services, KPMG, The Netherlands; 2012.
- Ibnu M, Offermans A, Glasbergen P. Certification and Farmer Organisation: Indonesian Smallholder Perceptions of Benefits. B. Indones. Econ. Stud. 2018; 54(3):387–415. Available:https://doi.org/10.1080/00074918
  - Available:https://doi.org/10.1080/00074918
- Melykh K, Melykh O. Implication of environmental certification and CSR for companies' sustainable performance in developing countries. Journal of Sustainable Development, 2016;9(3):160.
- 6. Piñeiro V, Arias J, Dürr J, Elverdin P, Ibáñez AM, Kinengyere A, et al. A scoping review on incentives for adoption of

- sustainable agricultural practices and their outcomes. Nature Sustainability. 2020; 3(10):809-820.
- 7. Ssebunya BR, Schader C, Baumgart L, Landert J, Altenbuchner C, Schmid E, et al. Sustainability performance of certified and non-certified smallholder coffee farms in Uganda. Ecological Economics. 2019;156, 35-47.
- Lalwani SK, Nunes B, Chicksand D, Boojihawon DK. Benchmarking selfdeclared social sustainability initiatives in cocoa sourcing. Benchmarking: An International Journal. 2018;25(9):3986-4008.
- Cadby J, Araki T. Towards ethical chocolate: Multicriterial identifiers, pricing structures, and the role of the specialty cacao industry in sustainable development. SN Business & Economics. 2021;1:1-36.
- Kleemann L, Abdulai A. Organic certification, agro-ecological practices and return on investment: Evidence from pineapple producers in Ghana. Ecological Economics. 2013;93:330-341.
- 11. National Bureau of Statistics LSMS: Integrated surveys on Agriculture: General Household Survey panel; 2010/2012.
- Popoola OA, Ogunsola GO, Salman KK. Technical Efficiency of Cocoa Production in Southwest Nigeria. International Journal of Agricultural and Food Research [IJAFR]. 2015;4:1–14.
- Afolayan OS. Cocoa production pattern in Nigeria: The missing link in regional agroeconomic development. Analele Universităţii Din Oradea, Seria Geografie. 2020;30(1):88-96.
- Adebayo OA. Group Dynamics Features and Socio-Economic Status of Cocoa Farmers in Ogun State, Nigeria. International Journal of Agricultural Management and Development. 2019; 9(2):77-88.
- Adebiyi S, Okunlola JO, Akinnagbe OM. Effect of Rehabilitation Techniques on Cocoa Beans Yield in Southern Nigeria. Scientific Papers: Management, Economic Engineering in Agriculture & Rural Development. 2021;21(3).
- Ansah EO, Michael D, Lupi KF, Kerr J. Smallholder participation and procedural compliance with sustainable cocoa certification programs, Agroecology and Sustainable Food Systems; 2019. Available:https://doi.org/10.1080/21683565 .2019.1579776

- Celi Garofalo S. The impact of fairtrade and other sustainability practices on cocoa farmers' income of in Guayas and Manabi provinces, Ecuador; 2021.
- 18. Awoyemi AO, Aderinoye-Abdulwahab SA, Faturoti BO, Madukwe MC, Ogunedojutimi
- O, Anyanwu L. Socioeconomic impact of SARO agro allied organic cocoa programme on beneficiary cocoa farmers in Nigeria. Journal of Agricultural Extension and Rural Development. 2012; 4(16):435-445.

DOI: 10.5897/JAERD12.017

© 2023 Oginni et al.; This is an Open Access article distributed under the terms of the Creative Commons Attribution License (http://creativecommons.org/licenses/by/4.0), which permits unrestricted use, distribution, and reproduction in any medium, provided the original work is properly cited.

Peer-review history:
The peer review history for this paper can be accessed here:
https://www.sdiarticle5.com/review-history/105800