

The World's Largest Open Access Agricultural & Applied Economics Digital Library

This document is discoverable and free to researchers across the globe due to the work of AgEcon Search.

Help ensure our sustainability.

Give to AgEcon Search

AgEcon Search http://ageconsearch.umn.edu aesearch@umn.edu

Papers downloaded from **AgEcon Search** may be used for non-commercial purposes and personal study only. No other use, including posting to another Internet site, is permitted without permission from the copyright owner (not AgEcon Search), or as allowed under the provisions of Fair Use, U.S. Copyright Act, Title 17 U.S.C.

1	Consumer Preference and Demand for Traceable Food Attributes:
2	A Choice-based Conjoint Analysis
3	
4	
5 6	Jiao Lu, Linhai Wu [*] , Shuxian Wang, Lingling Xu
7	Food Safety Research Base of Jiangsu Province (School of Business), Jiangnan
8	University, NO.1800, Lihu Avenue, Wuxi, 214122, China, and Synergetic Innovation
9	Center Of Food Safety and Nutrition, NO.1800, Lihu Avenue, Wuxi, 214122, China,
10	
11	Contributed Paper prepared for presentation at the 90th Annual Conference of the
12	Agricultural Economics Society, University of Warwick, England
13	
14	4 - 6 April 2016
15 16	
17	Copyright 2016 by Linhai Wu. All rights reserved. Readers may make verbatim copies
18	of this document for non-commercial purposes by any means, provided that this
19	copyright notice appears on all such copies.
20	
21	* Linhai Wu (Address: 88-1401, Jian Kang Yi Cun, Wuxi, Jiangu, Province, China.
22	Post Code: 214031;E-mail: wlh6799@126.com)
23	
24	Acknowledgments: This research work was financially supported by Study of
25	Co-governance for Food Safety Risk in China, one of the Key Projects of National
26	Social Science Foundation of China in 2014 (Project Approval No. 14ZDA069), and the
27	National Natural Science Foundation of China (Project Approval No. 71273117), and
28	Central University Basic Research Funds (Project Approval No. JUSRP1507XNC), and
29	Study of Food Safety Consumption Policy: the Case of Traceable Pork, a project of the
30	Six Top Talents in Jiangsu Province (Project Approval No. 2012-JY-002), and Research
31	on Chinese Food Safety Risk Control, a project of college Innovation Team of Jiangsu
32	Province social science (Project Approval No.2013-011).

^{*} Correspondence author: Linhai Wu, Tel: +86 051085327503; fax: +86 051085327503; E-mail: wlh6799@126.com

Abstract

The China market for traceable food has developed gradually over the past decade. This 34 study surveyed 1380 consumers in seven pilot cities designated by the Chinese Ministry 35 of Commerce for the construction of a meat and vegetable circulation traceability 36 37 system. A choice-based conjoint analysis and multinomial logit model were used to study consumer preferences and demand for traceable pork attributes. The results 38 demonstrated that certification of traceable information was the most important 39 characteristic, followed by appearance and traceable information. Significant 40 41 heterogeneity was observed in consumer preferences for the attributes of traceable pork. 42 Consumers' preferences for traceable attributes were significantly influenced by age, income level, and education level. Based on these results, we suggest that the 43 government should strengthen the promotion of scientific knowledge regarding 44 traceability systems, and encourage and support the production of traceable food with 45 different traceability levels and different certification types. Moreover, the development 46 of food traceability systems should be combined with a labeling system for quality 47 certification. 48

49 Keywords: Traceable Pork, Attributes, Levels, Consumer Preference, Choice-based
50 Conjoint Analysis

51

- 53
- 54
- 55
- 56

- _ 4
- 58

⁵² **JEL code:** *Q18*

59 **1. Introduction**

China is a large consumer and producer of pork. The U.S. Department of Agriculture 60 reported that, in 2014, China had a pork consumption of 57.169 million tons, which 61 accounted for 52% of the global consumption, and a per capita pork consumption of 62 41.9 kilograms, which was approximately 4.6 times that of the average for the rest of 63 the world.¹ However, the latest research indicated that 13,278 quality and safety 64 incidents pertaining to pork and pork products were exposed by mainstream online 65 66 public opinion in the Chinese mainland between 2005 and 2014. This represents an average of approximately 3.64 incidents per day. Moreover, the number of quality 67 incidents regarding pork and pork products has increased year by year since 2005, and 68 peaked at 2630 in 2011. With 2011 as a turning point, the number of incidents decreased 69 70 starting in 2012 to 1005 in 2013, but increased again to 1831 in 2014. Furthermore, a large number of safety incidents occurred in the various stages throughout the supply 71 chain of pork and pork products. Specifically, 5056, 4894, and 3328 incidents occurred 72 in farming, slaughter and processing, and circulation and marketing, respectively, 73 74 accounting for 38.08%, 36.86%, and 25.06% of the total incidents. The major incidents included the illegal use of clenbuterol in farming, unauthorized slaughter and water 75 injection into pork in slaughter and processing, and selling seconds at best quality prices 76 77 in circulation and marketing. The repeated pork safety incidents have significantly impacted consumer safety and social trust in the Chinese mainland. 78

79 The nature of food safety problems is information asymmetry (Smith et al., 2011). When information asymmetry widely exists between producers and consumers, 80 consumers may make adverse selections due to an information disadvantage, which 81 leads to inefficiency of market mechanisms. In general, consumers evaluate the quality 82 83 of a product based on the characteristic information of product quality and safety, which reaches the consumers in the form of quality cues. This information is defined from the 84 perspective of consumer demand as product attributes, which are classified into search, 85 experience, and credence attributes (Becker, 2000). Search attributes are product 86 characteristics that are directly observable to consumers prior to purchase or use (eg, 87

¹ Statistical data from the US Department of Agriculture, http://apps.fas.usda.gov/psdonline/

88 color, price, and ingredients). Experience attributes are product characteristics that are perceived by consumers during the use of the product (eg, taste, freshness, and 89 tenderness). Credence attributes are those that cannot be verified even after normal use 90 of the product (eg, hormone use, bovine spongiform encephalopathy (BSE) detection, 91 92 way of farming, environment-friendly production, and animal welfare). Food traceability systems are able to generate a reliable continuous flow of safety information 93 94 in the supply chain by integrating the above product attribute information. They can not 95 only provide quality and safety information, such as the origin and manufacturing processes (Regattieri et al., 2007), but are also useful for monitoring food production 96 97 and distribution, identifying food safety problems, and recalling defective food products. Therefore, food traceability systems have become an important tool for information 98 99 exchange among each player in the food supply chain system and are considered an effective tool to ensure food quality and safety (Aung & Chang, 2014). In Europe, food 100 101 traceability systems have been gradually developed since 1997 as an important measure to guarantee food quality and safety in response to BSE, dioxin contamination of 102 103 livestock feed, and other food safety crises. In the United States, all companies have 104 been required to develop product traceability systems since 2002. Traceability and 105 tracking have also been introduced as mandatory requirements for all food sold in the EU since 2004. Since the occurrence of the melamine milk powder incident in 2008, a 106 107 pilot meat and vegetable circulation traceability system has been developed by the Chinese Ministry of Commerce and deployed in 50 cities across the country in four 108 109 batches. However, overall progress has been slow. According to the findings of Hobbs (2004) and the actual situation in China, possible important reasons are that consumers 110 111 are skeptical about the ability of traceability systems to guarantee food safety, and that 112 the extra production cost of traceable products is passed on to the market price, which 113 exceeds consumers' affordability.

Due to the large consumption and high risks of meat and meat products (Korzen et al., 2011; Luukkanen et al., 2015), consumers' preferences and willingness to pay (WTP) for the experience and credence attributes of meat have been an ongoing focus in the field of consumer behavior around the world(Kehagia et al., 2007; Font-i-Furnols and 118 Guerrero, 2014), with a particular emphasis on traceability. Dickinson and Bailey (2002) 119 assessed consumers' WTP for sandwiches containing beef and pork in Utah using a 120 discrete choice experiment and including quality guarantee during production and 121 traceability as attributes. The results revealed that consumers were willing to pay a premium for traceability, and a higher WTP was observed when traceability was 122 combined with other quality and safety attributes. Similar conclusions were reached by 123 124 Hobbs et al. (2005) in Canada, Dickinson and Bailey (2003) in the UK, and Zhang et al. 125 (2012) and Wu et al. (2012; 2013) in China. Among all the quality and safety attributes, 126 origin, price, and breeding and production system were shown to be important information affecting consumers' purchase of beef in Spain, Scotland, and the United 127 States (Davidson et al., 2003; Mes is et al., 2005; Mennecke et al., 2007). Moreover, 128 129 consumers believed that beef should be ideally locally produced, fed with a mixture of grass and grain, and traceable to the farm (Davidson et al., 2003). However, consumer 130 preferences also differed among countries. Roosen et al. (2003) examined French, 131 German, and British consumers' preferences for beef labeling and concluded that origin 132 133 labeling was the most important factor influencing the purchasing choice of French and German consumers, while British consumers generally considered meat color, 134 tenderness, and price to be more critical factors. More importantly, consumers had 135 significantly increased trust in quality and safety guarantee information provided by 136 government agencies or independent private certification companies (Hobbs et al., 137 2005). Christensen et al. (2003) investigated British and US consumers' preferences for 138 139 beef certification, and found that US consumers had higher trust in certification by government agencies, while British consumers had higher trust in certification by 140 141 independent private agencies. Both the studies on US consumers' preferences and WTP 142 for attribute certification during pork and milk production by Olynk et al. (2010) and for beef attributes by Loureiro and Umberger (2007) also concluded that consumers had a 143 higher WTP for farming environment, farming methods, use of antibiotics, and other 144 attributes certified by the United States Department of Agriculture than those certified 145 146 by industry associations, third-party certification bodies and consumer groups. Similar conclusions were also drawn by Ortega et al. (2011) and Zhang et al. (2013) when 147

148 investigating Chinese consumers' preferences for food safety attributes.

149 In addition, individual or social characteristics are another important factor affecting consumers' preferences for food quality and safety attributes. Among them, age, income, 150 151 education level, and family size were the major factors that significantly affected 152 consumers' preferences and WTP for traceable food (Angulo et al., 2007; Mennecke et al., 2007; Reicks et al., 2011; Zhang et al., 2012). Bu et al. (2013) found that consumers' 153 154 preferences for traceability information differed by age; consumers aged 26-40 years 155 preferred traceable pork containing farming and slaughter and processing information, 156 while those aged 41-45 years preferred traceable pork containing farming, slaughter and processing, and refrigerated transport information; consumers with higher income and 157 education levels had a higher preference for traceable pork with more complete 158 159 information. It has also been reported that income and education levels were positively correlated with preferences for traceability in Chinese consumers (Zhang et al., 2012). 160 Moreover, higher-income consumers had a higher preference for third-party certification, 161 and higher-educated consumers attached more importance to certification by third-party 162 163 bodies and industry associations (Bai et al., 2013). In addition, gender, age, occupation, marital status, family size, and purchase behavior were also significant factors affecting 164 Chinese consumers' purchase of traceable food (Zhou et al., 2008; Wang et al., 2009; 165 Zhang et al., 2012). 166

Consumers have certain knowledge of and WTP for food traceability, but have 167 different preferences for different quality and safety attributes. In addition, it is 168 169 generally believed that traceability systems alone are not able to solve the food market 170 information asymmetry. Quality guarantee or certification is crucial to food quality and 171 safety. The ideal solution is to combine the credence attributes with traceability. 172 Although these studies have provided guidance and theoretical support for the food labeling policies in Western countries, the applicability of their conclusions to China 173 should be further verified. Due to differences in consumer culture, the setting of food 174 attributes and levels in these studies may not be suitable for China's national conditions. 175 176 For example, with regard to the consumption of animal products, consumers from Western countries are very concerned about animal welfare, which, however, has not 177

been a widespread concern among Chinese consumers. Therefore, this study aimed to assess Chinese consumers' preferences and demand for the attributes of traceable pork, as a typical sample of traceable food, and thereby change the consumption concept through the implementation of relevant policies. The results of this study may provide important guidance for more effective development of food traceability systems in China.

184

185 **2. Materials and methods**

186 2.1. Research framework and experimental design

It is generally believed that the choice-based conjoint (CBC) analysis, though as a stated preference method developed based on the random utility theory, can provide estimation results consistent with the conclusions drawn by a revealed preference method (Adamowicz et al., 1994), and can also effectively avoid hypothetical bias (Carlsson & Martinsson, 2001; Hudson et al., 2003). Therefore, CBC has been widely employed to elicit consumer WTP and preferences.

Based on the framework of random utility theory, it is assumed in the CBC that consumer *n* chooses a profile that maximizes their utility in subset *J*. The observed utility can be divided into two parts, *V* and \mathcal{E} :

$$U_{in} = V_{ih} \varepsilon$$
(1)

$$V_{in} = \beta X$$
⁽²⁾

where U_{in} is the utility of consumer *n* choosing product profile *i*, ε_{in} is the 198 random utility component which comprises unobservable individual characteristics, 199 200 estimation errors, and unobserved attributes, V_{in} is the systematic or measurable utility, which is a function of X_{in} and β_i , and an 201 unknown parameter vector to be estimated. X_{in} defines: (i) a matrix of attributes 202 pertaining to product profile choice options; (ii) a matrix of characteristics that pertain 203 204 to individuals; (*iii*) a matrix of interactions of attributes with individual characteristics; or (iv) a vector of interactions of individual characteristics with the opt-out option (Louviere, 2011).

If *A* is defined as a subset of discrete choices, and *J* is the number of options in *A*, then consumer *n* will choose product profile i over option *j* if, and only if,

$$U_i > U_j, \quad j \neq i \in A \tag{3}$$

210 The probability that consumer n chooses product profile i is given by:

211
$$P_{in} = P\left[\left\{\varepsilon_{jn} \varepsilon\right\}_{i \leq n} \left\{V_{-in} V\right\}\right], \quad j \neq i$$
(4)

In order to determine the choice probabilities in equation (4), assumptions must be made with regard to the distribution of the random components. The random components of CBC analysis follow an independent and identically distributed type I extreme-value distribution, which proved convenient for computational ease (McFadden, 1974). This distribution leads to the ordinary multinomial logit model (MNL):

217
$$P_{in} = \frac{e^{V_{in}}}{\sum_{j=1}^{J} e^{V_{jn}}}, j = 1, ..., J, j \neq i$$
(4)

218 It is unrealistic to conduct a full factorial design experiment that includes all possible combinations of attributes and levels. In this study, the full factorial design would 219 include $4^4 = 256$ possible choice tasks according to the number of attributes and levels 220 in Table 1. After removing the 48 combinations of no traceability information with 221 222 certification, consumers would need to complete 208 choice tasks, which is infeasible. Therefore, a fractional factorial design was used in this study to ensure design 223 orthogonality while maximizing the design efficiency. Ten different versions of 224 questionnaires were designed using SSI Web 8.0. Each questionnaire comprised 12 225 226 choice tasks (Figure 1 is an example of choice task). Each choice task included two different traceable pork profiles and an "opt-out" option. Questions about the 227 228 respondent's basic demographics, pork consumption behavior, and knowledge about and trust in traceable food and traceability systems, in addition to CBC choice tasks, were 229 230 also included in the questionnaire.

231 Please insert Table 1 and Figure 1 about here

232

233 2.2. Data collection

Harbin, Heilongjiang Province, Jinan, Shandong Province, Wuxi, Jiangsu Province, 234 Ningbo, Zhejiang Province, Zhengzhou, Henan Province, Changsha, Hunan Province, 235 236 and Chengdu, Sichuan Province are the seven pilot cities designated by the Chinese Ministry of Commerce for construction of a meat and vegetable circulation traceability 237 system. These cities are located in the northeast, eastern, central, south central and 238 239 western regions of China, with different levels of economic development, living standards, and consumer cultures. In this study, the analysis of Chinese consumers' 240 preferences for traceable pork attributes based on survey data from the seven cities 241 242 provides representative results.

The survey was conducted in supermarkets, meat shops and farmer's markets with a 243 large flow of customers. Experience has shown that these places are the most important 244 channels for consumers to buy pork. The experiment was conducted by trained 245 investigators through direct face to face interviews. In order to ensure the randomness of 246 247 respondents, it was determined that the third consumer coming into view should be selected as the respondent (Wu et al., 2012). Prior to the survey, the specific meaning of 248 249 the product profiles of traceable pork, as well as the attributes and levels, was explained in detail to the respondents. The interview began after the respondents fully understood 250 251 the CBC tasks. Each interview took about 15-30 minutes.

The survey was conducted and completed in October 2013 in the above seven cities. In total, 210 questionnaires were distributed in each city, and 195, 198, 197, 202, 191, 193, and 204 valid questionnaires were returned from Harbin, Jinan, Wuxi, Ningbo, Zhengzhou, Changsha, and Chengdu, respectively, totaling 1380, representing a valid response rate of 93.88%. The sample size met the estimation accuracy requirement of CBC.

258

259 **3. Results**

260 *3.1. Brief descriptive analysis*

Most respondents in this study were female (51.59%), which is consistent with the

fact that women are the food buyers in most urban families in China. Moreover, most respondents were aged 26-40 years (37.68%) or 41-65 years (33.70%), had a senior high school or lower degree (48.70%) or a junior college or bachelor's degree (47.25%), had a family size of three (40.58%), and had a monthly income of 4000-5999 yuan (25.22%). In addition, 55.58% of the respondents had a child/children under the age of 18 years in the family.

With regard to pork purchasing behavior, 45.87% of the respondents' families 268 purchased pork 2-5 times weekly, 44.78% of the respondents' families consumed 269 500-1000 g of pork weekly, and 69.06% of the respondents first considered food safety 270 271 in the purchase of food. Although 59.93% of the respondents did not know about traceable food, 54.64% of the respondents believed that traceability information should 272 273 be able to guard against pork safety risks after a brief introduction was given by the investigators. Overall, 45.87% of the respondents were dubious about the authenticity of 274 traceability information. Over 40% of the respondents somewhat trusted in traceability 275 information certified by the government (45.65%), domestic third-party agencies 276 277 (44.06%), and international third party agencies (46.45%). In addition, 64.06% of the respondents regarded farming information as the most important traceability 278 information (farming, slaughter, and circulation information). 279

280

281 *3.2. Model results*

The utilities for the attributes and attribute levels of traceable pork were estimated 282 283 among all the respondents using the multinomial logit model in Sawtooth Software SSI Web 8.1.2. The estimation results are shown in Table 2. With regard to traceability 284 285 information, "traceability information covering farming, slaughter and processing, and circulation and marketing" had the highest utility. The utility of consumers decreased 286 with the decrease in traceable information. "Traceability information covering farming" 287 and "no traceability information" had negative utilities. With regard to certification of 288 traceable information, government certification was most preferred, followed by 289 290 third-party certification, and international third-party certification. With regard to appearance, the highest consumer utility was assigned to "very fresh-looking", followed 291

by "fresh-looking", while "passable-looking" and "bad-looking but edible" had negative
utilities. With regard to price, consumer utility decreased with the increase in price,
which is consistent with the theory of demand.

The relative importance of product attributes affects consumer choices, and is very important to the promotion of new products (Enneking et al., 2007). The relative importance of traceability information, certification of traceability information, appearance, and price can be calculated according to equations (5) and (6). For consumers, the greatest relative importance was attached to certification of traceability information (39.86%), followed by appearance (31.89%), traceability information (23.60%), and price (4.65%).

$$I_m = \{ \mathbf{m} \ \mathbf{a} \ \mathbf{x} \mathbf{\beta}_m - \mathbf{m} \mathbf{\beta} \ \mathbf{n}_m \}$$
(5)

$$W_m = I_m / \sum_{m=1}^p I_n$$
(6)

where β_m is the utility of the levels of attribute m, I_m is the difference between the lowest and highest utilities of the levels of attribute m (or utility range), and W_m is the proportion of the utility range of attribute m in the utility range of all attributes.

307 Please insert Table 2 about here

303

Furthermore, the effects of individual characteristics, pork consumption habits, and 308 309 other variables on consumer preferences were analyzed by a non-parametric test. As shown in Table 3, only age, education, and income had significant effects on the 310 difference in preferences for attribute levels among the classified samples (at the α = 311 0.05 level). Therefore, the samples were classified by age, education, and income, and 312 313 the utilities assigned by the classified samples to the attribute levels were estimated using the multinomial logit model. The detailed model results are displayed in Figures 2, 314 3 and 4. 315

316 Please insert Table 3 about here

As shown in Figure 2, utilities assigned by consumers aged over 65 years to "traceability information covering farming, slaughter and processing, and circulation and marketing" and "traceability information covering farming, and slaughter and

processing" were lower than those assigned by consumers in other age groups, and the 320 321 opposite was true for "traceability information covering farming" and "no traceability 322 information". This indicated that the old consumer groups were not concerned about the specific content of traceability information. With regard to certification, consumers aged 323 324 over 65 years had a significantly higher preference for "government certification" than consumers in other age groups; consumers aged 26-40 years most preferred "domestic 325 326 third-party certification"; and "international third party certification" was assigned the 327 highest utility by consumers aged 18-25 years. Consumers aged 26-40 years and 18-25 years had a higher preference for "very fresh-looking" and "fresh-looking" than 328 consumers in other age groups, indicating that young consumers had a higher 329 requirement for appearance than middle-aged and aged consumers. Consumers aged 330 331 over 65 years were most sensitive to price, followed by those aged 26-40 years, and those aged 18-25 years. Consumers aged 26-40 years assigned higher utilities to "14 332 yuan" and "16 yuan" than to "12 yuan". In these age groups, price may be associated 333 with quality when making choices. However, a negative utility was assigned to "18 334 335 yuan" by such consumers.

336 Please insert Figure 2 about here

Education had a significant impact on consumer preferences for the levels of 337 traceability information and traceability information certification (Figure 3). 338 339 Specifically, consumers with higher education had higher preferences for "traceability information covering farming, slaughter and processing, and circulation and marketing", 340 "traceability information covering farming, and slaughter and processing", and 341 "international third-party certification". Compared with consumers with other education 342 343 levels, consumers with a master's degree or higher assigned a significantly higher utility to complete traceability information and also to "traceability information covering 344 farming, and slaughter and processing", and "traceability information covering farming". 345 Consumers with a master's degree or higher and those with a junior college or bachelor's 346 degree had the highest preference for "international third-party certification", followed 347 348 by "government certification"; those with a senior high school or lower degree most preferred "government certification", followed "domestic third-party certification" and 349

350 "international third-party certification". Consumers with a senior high school or lower 351 degree and those with a junior college or bachelor's degree assigned a lower utility to a 352 higher price, which conforms to the utility theory. Consumers with a master's or higher degree had the highest preference for traceable pork sold at "14 yuan". 353

354 Please insert Figure 3 about here

As shown in Figure 4, there was no significant difference in the preferences for the 355 levels of traceability information among all income groups. In contrast, with regard to 356 357 the certification of traceability information, consumers with a higher income had a higher preference for "international third-party certification". Compared with other 358 income groups, consumers with a household monthly income of more than 14,000 yuan 359 most preferred "international third-party certification", while low-income consumers 360 361 most preferred "government certification". Moreover, consumers with a higher income had a higher requirement for appearance. High-income consumers assigned a higher 362 utility to a higher price, which can be possibly explained by the consumption concept 363 that "a higher price represents a higher quality" for this category of consumers. 364

365 366

367

4. Discussion and Conclusions

Please insert Figure 4 about here

In this study, four attributes, traceability information, certification of traceability 368 369 information, appearance, and price, were set for traceable pork at different levels. On 370 this basis, consumer preferences and demand for the attributes of traceable pork were examined using the CBC analysis and the multinomial logit model based on a survey 371 among 1380 consumers in seven pilot cities designated by the Chinese Ministry of 372 373 Commerce for construction of a meat and vegetable circulation traceability system. The 374 main conclusions are summarized as follows:

1. Consumers attached the greatest importance to certification of traceability 375 information, followed by appearance, traceability information, and price. "Government 376 certification", "very fresh-looking", and "traceability information covering farming, 377 378 slaughter and processing, and circulation and marketing" were the most preferred levels 379 of traceability information certification, appearance, and traceability information,

respectively. The conclusion drawn by this study that government certification was most preferred by consumers is similar to the findings of Loureiro and Umberger (2007) and Ortega et al. (2011). During the exploratory and preliminary construction of traceability systems in China, credible institutions are required for quality certification of traceable pork, because of the fact that consumers do not yet know about or trust in traceability information. In this instance, the government is undoubtedly the most credible institution.

387 2. Consumers had heterogeneous preferences for the attributes of traceable pork. Age, education, and income had a significant impact on consumer preferences for the 388 attributes of traceable pork. Consumers aged over 65 years were not concerned about 389 the specific content of traceability information, and had a significantly higher preference 390 391 for "government certification" than consumers in other age groups. Consumers aged 26-40 years most preferred "domestic third-party certification". "International third 392 party certification" was assigned the highest utility by consumers aged 18-25 years. 393 Consumers aged 26-40 years and 18-25 years had a higher requirement for appearance. 394 395 Consumers with higher education had a higher preference for more complete 396 traceability information and for "international third party certification". These conclusions are consistent with the findings of Bai et al. (2013), and similar to the 397 conclusion of Dimara and Skuras (2005) that consumers with higher education attached 398 399 more importance to origin labeling, quality labeling, and traceability. In addition, consumers with a higher income had a higher preference for "international third-party 400 certification", while "government certification" was most preferred by consumers with a 401 402 junior college or bachelor's degree and those with a low income.

The above findings provide three recommendations for the Chinese government in improving traceable food consumption policies. First, the government and social organizations should strengthen the promotion of scientific knowledge about traceability systems to improve the general public's knowledge about traceability systems, in order to generate effective market demand. Second, the development of food traceability systems should be combined with a certification labeling system, great efforts should be devoted to enriching the content of traceability. A traceability

information certification system should be introduced in a timely manner, and the diversification of certification agencies should be promoted. Third, producers should be encouraged and supported to produce traceable food with different traceability levels and different certification types, in order to meet the diverse needs of consumers, thereby progressively promoting the construction of traceable food market systems.

- 440 **References**
- Adamowicz, W., Louviere, J. and Williams, M. 'Combining revealed and stated
 preference methods for valuing environmental amenities', *Journal of Environmental Economics and Management*, Vol. 26, (1994) pp. 271-292.
- Aung, M. M. and Chang, Y. S. 'Traceability in a food supply chain: Safety and quality
 perspectives', *Food Control*, Vol. 39, (2014) pp. 172-184.
- 446 Angulo, A. M. and Gil, J. M. 'Risk perception and consumer willingness to pay for
- 447 certified beef in Spain', *Food Quality and Preference*, Vol. 18, (2007) pp. 1106-1117.
- Bai, J., Zhang, C. and Jiang, J. 'The role of certificate issuer on consumers'
 willingness-to-pay for milk traceability in China', *Agricultural Economics*, Vol. 44,
 (2013) pp. 537-544.
- Becker, T. 'Consumer perception of fresh meat quality: a framework for analysis', *British Food Journal*, Vol. 102, (2000) pp. 158-176.
- Bu, F., Zhu, D. and Wu, L. H. 'Research on the Consumers' Willingness to Buy
 Traceable Pork with Different Quality Information: A Case Study of Consumers in
 Weifang, Shandong Province', *Asian Agricultural Research*, Vol. 5, (2013) pp.
 121-124.
- 457 Carlsson, F. and Martinsson, P. 'Do hypothetical and actual marginal willingness to pay
- differ in choice experiments? Application to the valuation of the environment',
- *Journal of Environmental Economics and Management*, Vol. 41, (2001) pp. 179-192.
- Christensen, B. J., Bailey, D., Hunnicutt, L. and Ward, R. A. 'Consumer Preferences for
 Public and Private Sector Certifications of Beef Products in the United States and the
 United Kingdom', *Research in Agriculture and Applied Economics*, Vol. 6, (2003) pp.
- 463 19-39.
- 464 Davidson, A., Schröder, M. J. A. and Bower, J. A. 'The importance of origin as a quality
- 465 attribute for beef: results from a Scottish consumer survey', *International Journal of*466 *Consumer Studies*, Vol. 27, (2003) pp. 91-98.
- 467 Dickinson, D. L. and Bailey, D. V. 'Meat traceability: Are US consumers willing to pay
 468 for it?', *Journal of Agricultural and Resource Economics*, Vol. 27, (2002)
 469 pp.348-364.

- 470 Dickinson, D. L. and Bailey, D. V. Willingness-to-pay for information: Experimental
- 471 evidence on product traceability from the USA, Canada, the UK and Japan
- 472 (Economic Research Study Paper ERI 12, 2003).
- 473 Dimara, E. and Skuras, D. 'Consumer demand for informative labeling of quality food
- 474 and drink products: a European Union case study', *Journal of Consumer Marketing*,
- 475 Vol. 22, (2005) pp. 90-100.
- 476 Enneking, U., Neumann, C. and Henneberg, S. 'How important intrinsic and extrinsic
- 477 product attributes affect purchase decision', *Food Quality and Preference*, Vol. 18,
 478 (2007) pp. 133-138.
- 479 Font-i-Furnols, M. and Guerrero, L. 'Consumer preference, behavior and perception
- about meat and meat products: An overview', *Meat Science*, Vol. 98, (2014) pp.
 361-371.
- Hobbs, J. E. 'Information asymmetry and the role of traceability systems', *Agribusiness*,
 Vol. 20, (2004) pp. 397-415.
- Hobbs, J., Bailey, D., Dickinson, D.L. and Haghiri, M. 'Traceability in the Canadian red
 meat sector: do consumers care?', *Canadian Journal of Agricultural Economics/Revue canadienne d'agroeconomie*, Vol. 53, (2005) pp. 47-65.
- 487 Hudson, D., Gallardo, K. and Hanson, T. *Hypothetical (Non) Bias in Choice*488 *Experiments: Evidence from Freshwater Prawns* (EconWPA in series Experimental
 489 0503003, 2003).
- Kehagia, O., Linardakis, M. and Chryssochoidis, G. 'Beef traceability: are Greek
 consumers willing to pay?', *EuroMed Journal of Business*, Vol. 2, (2007) pp.
 173-190.
- 493 Korzen, S., Sand &, P. and Lassen, J. 'Pure meat–Public perceptions of risk reduction
- 494 strategies in meat production', *Food Policy*, Vol. 36, (2011) pp. 158-165.
- 495 Louviere, J. J. The choice modeling approach to environmental valuation. (Bodmin,
- 496 Cornwall, Great Britain: MPG Books Ltd, 2001, pp. 13-36).
- 497 Loureiro, M. L. and Umberger, W. J. 'A choice experiment model for beef: What US
- 498 consumer responses tell us about relative preferences for food safety,
- 499 country-of-origin labeling and traceability', *Food policy*, Vol. 32, (2007) pp. 496-514.

- 500 Luukkanen, J., Kotisalo, N., Fredriksson-Ahomaa, M. and Lundén, J. 'Distribution and
- 501 importance of meat inspection tasks in Finnish high-capacity slaughterhouses', *Food*
- 502 *Control*, Vol. 57, (2015) pp. 246-251.
- 503 McFadden, D. Conditional logit analysis of qualitative choice behaviour. (New York:
- 504 Academic Press, 1974, pp. 105-142).
- 505 Mennecke, B. E., Townsend, A. M., Hayes, D. J. and Lonergan, S. M. 'A study of the
- 506 factors that influence consumer attitudes toward beef products using the conjoint
- 507 market analysis tool', *Journal of Animal Science*, Vol. 85, (2007) pp. 2639-2659.
- 508 Mes ás, F. J., Escribano, M., de Ledesma, A. R. and Pulido, F. 'Consumers' preferences
- 509 for beef in the Spanish region of Extremadura: a study using conjoint analysis',
- 510 *Journal of the Science of Food and Agriculture*, Vol. 85, (2005) pp. 2487-2494.
- 511 Olynk, N. J., Tonsor, G. T. and Wolf, C. A. 'Consumer willingness to pay for livestock
- 512 credence attribute claim verification', *Journal of Agricultural and Resource*513 *Economics*, Vol. 35, (2010) pp. 261-280.
- Ortega, D. L., Wang, H. H., Wu, L. and Olynk, N. J. 'Modeling heterogeneity in
 consumer preferences for select food safety attributes in China', *Food Policy*, Vol. 36,
 (2011) pp. 318-324.
- 517 Regattieri, A., Gamberi, M. and Manzini, R. 'Traceability of food products: General
- framework and experimental evidence', *Journal of Food Engineering*, Vol. 81, (2007)
 pp. 347-356.
- Smith, T. G., Chouinard, H. H and Wandschneider, P. R. 'Waiting for the invisible hand:
 Novel products and the role of information in the modern market for food', *Food*
- 522 *Policy*, Vol. 36, (2011) pp.239–249.
- 523 Reicks, A. L., Brooks, J. C., Garmyna, A. J., Thompsona, L. D., Lyford, C. L. and Miller,
- 524 M. F. 'Demographics and beef preferences affect consumer motivation for purchasing
- fresh beef steaks and roasts', *Meat Science*, Vol. 87, (2011) pp. 403-411.
- Roosen, J., Lusk, J. L. and Fox, J. A. 'Consumer demand for and attitudes toward alternative beef labeling strategies in France, Germany, and the UK', *Agribusiness*,
- 528 Vol. 19, (2003) pp. 77-90.
- 529 Wang, F., Zhang, X. S., Mu, W. S. and Fu, Z. T. 'Consumer's perception and willingness

- to pay for traceable agriculture products', *Chinese Rural Economy*, Vol. 3, (2009) pp.
 68-74 (in Chinese).
- ⁵³² Wu, L. H., Wang, H. S., Zhu, D. and Cai, J. 'Consumers' willingness to pay for traceable
- 533 pork with different levels safety information', China Population, Resources and

534 *Environment*, Vol. 8, (2013) pp. 165-176 (in Chinese).

- 535 Wu, L. H., Xu, L., Zhu, D. and Wang, X. L. 'Factors Affecting Consumer Willingness to
- 536 Pay for Certified Traceable Food in Jiangsu Province of China', *Canadian Journal of*
- Agricultural Economics/Revue canadienne d'agroeconomie, Vol. 60, (2012) pp.
 317-333.
- 539 Zhang, C., Bai, J. and Wahl, T. I. 'Consumers' willingness to pay for traceable pork,
- milk, and cooking oil in Nanjing, China', *Food Control*, Vol. 27, (2012) pp. 21-28.
- 541 Zhang, Z., Qiao, J. and Huang, S. N. 'Consumer heterogeneity and consumer preference
- for food safety attribute', *Journal of Agrotechnical Economics*, Vol. 5, (2013) pp.
 95-104 (in Chinese).
- Zhou, Y. H., Wang, X. Q. and Geng, X. H. 'Consumers' purchasing behavior for beef
 with traceability label-based on Carrefour supermarket investigation in Shanghai', *Chinese Rural Economy*, Vol. 5, (2008) pp. 22-32 (in Chinese).
- 547
- 548
- 549

550

- 551
- 552
- 553
- 554
- 555

- 557
- 558

Attribute	Level	Abbreviations	Description
	Traceability information	FULL TRACE	Specific farming information covers pig farm, farming environment, feed, and veterinary drug;
	covering farming, slaughter		information of slaughter and processing covers slaughter time, and location of slaughter and
	and processing, and circulation		processing; information of circulation and marketing, covers wholesaler, transportation, and carrier
Traceable pork	and marketing		
attributes and level	Traceability information	PAR TRACE	
settings.	covering farming, and		
settings.	slaughter and processing		
	Traceability information	MINI TRACE	
	covering farming		
	No Traceability information	NO TRACE	
	Government certification	GOV CERT	The products carried a certification label indicating pork quality testing by the government, or a
	Domestic third-party	DOM THIRD CERT	domestic or international third party certification body. The testing involved inspection and
Quality certification	certification		quarantine, sensory testing, physical and chemical testing, and diseased pork detection. Harmfu
Quality certification	International	INT THIRD CERT	substances and veterinary drug residues sensory testing, physical and chemical testing, and diseased
	third-party certification		pork detection. Harmful substances and veterinary drug residues
	No certification	NO CERT	
	Very fresh-looking	FRESHNESS1	Consumers judge freshness of pork according to appearance, and color, etc.
Appearance	Fresh-looking	FRESHNESS2	
Appearance	Passable-looking	FRESHNESS3	
	Bad-looking but edible	FRESHNESS0	
	12 ¥ ^a	PRICE1	The prices in RMB that respondents were willing to pay for 500 g of The prices in RMB that
Price	14 ¥	PRICE2	respondents were willing to pay for 500 g of
Flice	16 ¥	PRICE3	
	18 ¥	PRICE4	

Table 1 Traceable pork attributes and level settings

Note: ^a RMB symbol

Table 2 Regression results of Multinomial Logit model

562		del			
	Categories	Attributes	Utility	Standard	t Ratio
			value	deviation(SD)	
		FULL TRACE	0.3056***	0.0242	12.6227
	Traceability	PAR TRACE	0.1809^{***}	0.0241	7.5164
	information	MINI TRACE	-0.0222	0.0254	-0.8742
		NO TRACE	-0.4643***	0.0533	-8.7131
		GOV CERT	0.3866***	0.0240	16.1362
	Quality	DOM CERT	0.2824***	0.0223	12.6666
	Certification	INT CERT	0.2447^{***}	0.0234	10.4804
		NO CERT	-0.9136***	0.0454	-20.1309
		FRESHNESS1	0.4912***	0.0201	24.4240
	Quality	FRESHNESS2	0.4067^{***}	0.0200	20.3642
	Certification	FRESHNESS3	-0.3487***	0.0201	-17.3646
		FRESHNESS0	-0.5491***	0.0207	-26.4738
		PRICE1	0.0768^{***}	0.0203	3.7829
	Price	PRICE2	0.0435**	0.0197	2.2084
	Thee	PRICE3	-0.0456**	0.0197	-2.3148
		PRICE4	-0.0747***	0.0202	-3.7085
		OPT-OUT	-1.0045***	0.0241	-41.6562
		Log-likelihood		-13816.8828	
		Consistent Akaike Info Criterion		27773.0573	
		Chi-Square		8752.2734	
		Relative Chi-Square		673.2518	
563		ted model was estimated using Sawtooth So			
564	0	ificance at the 1%, 5%, and 10% levels, resp		refer to Table 1 fo	r the
565	definitions of	different levels, OPT-OUT is a no choice va	riable.		
566					
567					
568					
569					
570					
571					
572					
573					
574					
575					
576					

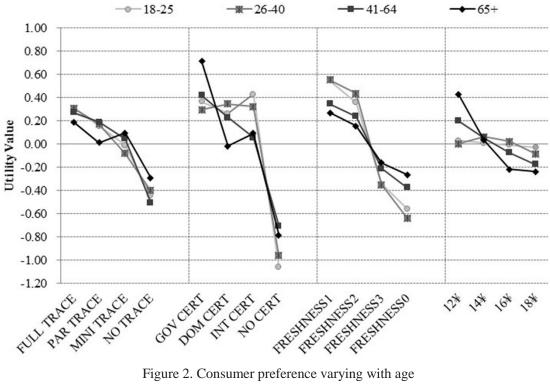
Table 3 Nonparametric test (P-value)													
Variable	Task										Overall		
Variable	1	2	3	4	5	6	7	8	9	10	11	12	
Gender	0.282	0.295	0.239	0.413	0.179	0.033	0.332	0.237	0.367	0.286	0.229	0.354	0.362
Age	0.009	0.014	0.020	0.085	0.118	0.036	0.191	0.105	0.118	0.079	0.082	0.121	0.028
Marital status	0.302	0.253	0.915	0.211	0.317	0.146	0.189	0.861	0.449	0.452	0.209	0.143	0.224
Education	0.041	0.135	0.118	0.015	0.068	0.079	0.176	0.036	0.081	0.008	0.051	0.167	0.015
Child(ren) under the age of 18	0.149	0.198	0.263	0.219	0.264	0.282	0.306	0.420	0.393	0.354	0.336	0.323	0.307
Household size	0.208	0.418	0.324	0.290	0.165	0.207	0.194	0.436	0.332	0.292	0.215	0.266	0.432
Household monthly income(RMB)	0.109	0.018	0.023	0.052	0.085	0.035	0.033	0.135	0.113	0.004	0.012	0.159	0.027
Pork consumption frequency	0.573	0.782	0.712	0.544	0.611	0.540	0.515	0.668	0.671	0.502	0.678	0.728	0.757
Weekly household pork consumption	0.942	0.917	0.982	0.916	0.953	0.917	0.937	0.969	0.930	0.900	0.906	0.978	0.945

Table 3 Nonparametric test (*P-value*)

Note: Emphasize on statistical significance at the p < 0.05.

	Option 1	Option 2	Option 3
	Traceability	Traceability	
	information covering	information covering	
Traceability	farming, slaughter and	farming	
information	processing, and		
	circulation and		NONE
	marketing		
	International third-	Government	
Quality certification	party certification	certification	
Appearance	Passable-looking	Very fresh-looking	
Price	14RMB/500g	16RMB/500g	
If you will purchase			
pork, which one			
would you choose?			

Figure 1. Sample CBC task



Note: Please refer to Table 1 for the definitions of different levels. ¥RMB symbol

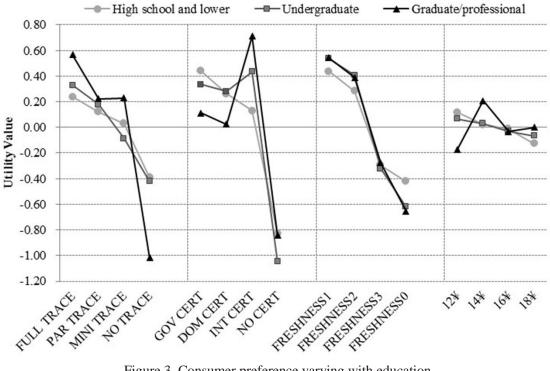
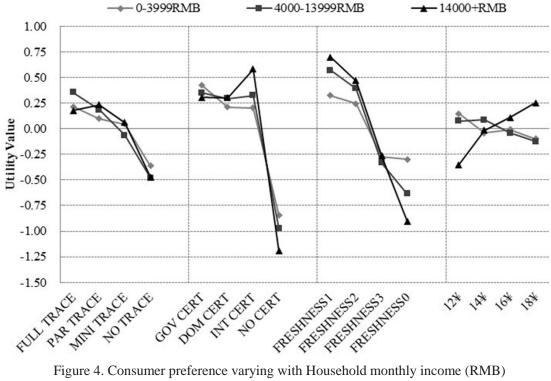


Figure 3. Consumer preference varying with education *Note*: Please refer to Table 1 for the definitions of different levels. ¥RMB symbol.



Note: Please refer to Table 1 for the definitions of different levels. ¥RMB symbol