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## **Value Addition to Beans: The Case of Bean Balls “Akara” Production in Idemili South Local Government of Anambra State, Nigeria**

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### **Authors' contributions**

*This work was carried out in collaboration among all authors. Author COAU designed the study, performed the statistical analysis, wrote the protocol and wrote the first draft of the manuscript. Authors TOO and TNN managed the analyses of the study. Author TOO managed the literature searches. All authors read and approved the final manuscript.*

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### **ABSTRACT**

**Aims:** The study examined socio-economic characteristics of the bean balls producers, the profitability of production, determinants of profit, reasons for starting the business and constraints to production of bean balls in Idemili South Local Government Area of Anambra State, Nigeria. The great need to help homemakers in Nigeria better appreciate and prepare cowpea bean balls as snacks for income generation and women empowerment in Nigeria informed this study.

**Study Design:** Multi-stage, purposive and random sampling techniques were used to select 50 respondents. Data were collected using structured questionnaire and analyzed by means of descriptive and inferential statistics.

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**Results:** Findings on socio-economic factors of the respondents gave mean age, education level and years of experience of 42.4years, 13.5years and 8.9 years respectively; the majority (92%) of the respondents were females, the majority (60%) married and most (70%) had a household size of 4-6 persons. The enterprise proved profitable with monthly mean net income and net return on investment values of ₦75,990 and 0.39 respectively. Significant determinants of net production returns were gender, educational level and costs of inputs. Main reasons for starting the business were a scarcity of job, profitable nature of the business, high demand and small start-up capital. Serious constraints to production of bean balls in the area were conjunctivitis due to emitted smoke, high and unstable price of raw materials and high cost of production. Policy measures such as bulk purchasing of beans, regulation of market prices of the product, provision of infrastructures (water, electricity), use of cooking gas as a source of heat would mitigate the problems, improve productivity, output and enterprise profitability.

**Conclusion:** The bean ball production proved to be a profitable enterprise in the study area. Nevertheless, the efficiency and profitability would be improved if the constraints identified by the study are addressed as it will encourage many more people especially young, active and viable individuals, to venture into the enterprise.

**Keywords:** Value addition; women empowerment; bean balls; Anambra State; Nigeria.

## 1. INTRODUCTION

Bean can be defined as the edible nutritious seed of any of various erect or climbing plants (as of the genera *Phaseolus* and *Vigna*) of the legume family. Bean is a common name for large seeds of several genera of the flowering plant family *Fabaceae* (also known as *Leguminosae*) which are used for human or animal food. International Institute for Tropical Agriculture [1] reported that cowpea (*Vigna unguiculata*) is one of the most common varieties of beans; cowpea is a food and animal feed crop grown in the semi-arid tropics covering Africa, Asia, Europe, United States and Central and South America; the grains contain 25% protein, and several vitamins and minerals; the plant tolerates drought, performs well in a wide variety of soils, and being a legume replenishes low fertility soils when the roots are left to decay. It is grown mainly by small-scale farmers in developing regions where it is often cultivated with other crops as it tolerates shade; it also grows and covers the ground quickly, preventing erosion. Cowpea's high protein content, its adaptability to different types of soil and intercropping systems, its resistance to drought, and its ability to improve soil fertility and prevent erosion makes it an important economic crop in many developing regions; all parts of the cowpea crop are used as all are rich in nutrients and fibre.

Value addition to an agricultural product involves the creation of form, place, time and possession utilities on the product in order to improve its quality, functionality and acceptability to the

consumer [2]. The process of value-adding necessitates additional expenses but ensures higher monetary benefits to the operator. Okoh, Ugwumba and Elue [3] stated that form utility is provided by processing, place utility is provided by transportation, time utility is provided by storage, and possession utility is provided by the transfer of ownership to consumer. Value addition, therefore, provides consumers satisfaction in terms of utility in addition to enhancing the shelf life of the agricultural product. This, to a large extent, minimizes waste and post-harvest losses (Ashaver, 2008).

Black-eyed cowpea is the type of bean used in the production of bean-ball "Akara" Black-eyed cowpea is cream coloured but has a distinctive dark spot around the hilum. Akara is a deep-fat fried ball prepared from whipped cowpea paste, flavoured with pepper, onion and salt [4]. Whipping of the paste is usually done prior to the addition of other ingredients to incorporate air and enhance the formation of stable foam [5]. Akara is the most common cowpea-based product in West Africa [6], which makes its contribution to diet particularly significant. Blending and whipping are important steps in the processing of cowpea into akara. Akara is highly proteinous and nutritious, consumed by virtually everybody in Nigeria; taken as snacks to school by children and to work by adults; and consumed in the homes as breakfast. Ironically it is rarely produced in the homes, instead, it is mostly produced and sold by the street vendors.

In spite of the abundant documented high nutrient content and health benefits of beans,

many people still go to so much length to avoid beans consumption for so many reasons which include; high cost of beans, very long cooking/preparation time, high fuel/energy (for cooking) requirements, lack of proper storage/preservation facilities, consumers also tire of monotonous flavour, thus the need for this study; to identify the socio-economic characteristics of the producers; profitability status of the enterprise; determinants of profitability; producer's reason for starting the business and constraints to production of bean balls in the study area.

## 2. MATERIALS AND METHODS

### 2.1 Description of the Study Area

This study was carried out in Idemili South Local Government Area of Anambra State, Nigeria (Latitude: 6°20'N and Longitude: 7°00'E). It is one of the 21 Local Government Areas (L.G.A) of the state. It covers a total land area of about 139,000 km<sup>2</sup> and has a population of about 206,816 persons living within this area. The people of Idemili South are predominantly farmers of various crops and livestock and traders. They also engage in the production and marketing of cowpea value-added products such as beanballs, "moi-moi", etc. Bean balls production is common and popular among female citizens of the seven town communities in the area. It seems to be one of the desired food items in the area, especially for breakfast.

### 2.2 Sampling Techniques and Data Collection Instruments

All the producers of beanballs in the study area constituted the study's population. Simple random sampling technique was used for the selection; five communities were selected out of the seven communities that make up the L.G.A; two villages were selected from each of the five communities to arrive at 10 villages and finally, five bean balls producers were selected from each of the selected villages to arrive at a sample size of 50 producers for the study.

A set of structured and pretest questionnaires were used for the study. Data were collected on the socio-economic characteristics of the producers such as gender, age of producers, marital status, experience, level of education and size of the family. Information on reasons for starting up the business was also collected. Additional data were collected on revenue and

cost variables as well as constraints to bean balls production. Descriptive statistics such as means, percentages, flow chart and frequencies were used to achieve objective (i) socioeconomic characteristics of bean ball producers, objective (v) producers reasons for starting the business and objective (vi) constraints to bean ball production, Objective (iii), profitability was achieved by the use of budgetary method and finally objective (iv), determinant of net production returns was achieved by means of Ordinary least squares (O.L.S) regression. Data statistics have been done by using statistical software Statistical Package for the Social Sciences (SPSS).

### 2.3 The Empirical Model

The empiric budgetary technique model deployed for profitability assessment for the producers is given as:-

$$NPR = TR - TC$$

where:

NPR = Net production returns;

$P_{yj}Y_j$  = Price x quantity of respondent's output = Total revenue (TR);

$P_{xij}X_{ij}$  = Prices x quantities of respondent's variable inputs = total variable cost (TVC);

$F_{ij}$  = Depreciation of equipment, annual rent for store, interest in loan, e.t.c. of respondent = Total fixed cost (TFC);

TC = Total cost = TVC + TFC; and

NROI = Net return on investment = NPR/TC.

The multiple regression model employed to examine the influence of socio-economic factors of bean ball producers on net production return is implicitly defined as:

$$NPR = f(\text{AGE, EDU, EXP, HOS, GEN, MAS, COI, QTP, SOB, POB, } e)$$

where:

NPR = Production returns (₦);

AGE = Age (years);

EDU = Level of education (years);

EXP = Experience (years in the business);

HOS = Household size (number);

GEN = Gender (dummy: male = 1; female = 2);

MAS = Marital status (dummy: married = 1; otherwise = 2);

COI = Cost of inputs (₦);

QTP = Quantity produced (kg);  
 POB = Price of balls (dummy: ₦50 balls = 1;  
 ₦10 balls = 2); and  
 e = Stochastic error term.

The regression model was fitted with the data and tried in four functional forms (linear, exponential, semi log, and double log) and output of the form with the best result in terms of economic, statistical and econometric criteria was chosen as the lead equation. The explicit versions of the functional forms are given as:

$$\begin{aligned}
 \text{Linear} &: NFI = \beta_0 + \beta_1 AGE + \beta_2 EDU + \beta_3 EXP + \beta_4 HOS + \beta_5 GEN + \beta_6 MAS + \beta_7 COI + \beta_8 QTP + \beta_{10} POB + e \\
 \text{Exponential} &: \ln NFI = \beta_0 + \beta_1 AGE + \beta_2 EDU + \beta_3 EXP + \beta_4 HOS + \beta_5 GEN + \beta_6 MAS + \beta_7 COI + \beta_8 QTP + \beta_{10} POB + e \\
 \text{Semi-log} &: NFI = \beta_0 + \beta_1 \ln AGE + \beta_2 \ln EDU + \beta_3 \ln EXP + \beta_4 \ln HOS + \beta_5 \ln GEN + \beta_6 \ln MAS + \beta_7 \ln COI + \beta_8 \ln QTP + \beta_{10} \ln POB + e \\
 \text{Double-log} &: \ln NFI = \beta_0 + \beta_1 \ln AGE + \beta_2 \ln EDU + \beta_3 \ln EXP + \beta_4 \ln HOS + \beta_5 \ln GEN + \beta_6 \ln MAS + \beta_7 \ln COI + \beta_8 \ln QTP + \beta_{10} \ln POB + e
 \end{aligned}$$

### 3. RESULTS AND DISCUSSION

#### 3.1 Socio-economic Characteristics of Bean Ball Producers

The socio-economic factors of the producers, as summarized in Table 1, showed that bean ball production was dominated by women (92%). The mean age of 43 years with a minimum of 18 years and maximum of 60 years were recorded. A maximum formal educational attainment of 18 years, minimum of zero years and a mean of 9 years were also computed for the producers. On average, the producers acquired production experience of 13.5 years with the least and most experienced marketers gaining years of experience of 1 year and 35 years respectively. The majority (60%) of the respondents were married with a mean average family size of 5 people. The result implied that most of the producers were young, educated and experienced women who had marital responsibilities at home. The result corroborates Onuk et al. [7], Ugwumba et al. [2]; and Gyang and Ojoko [8] that production of bean ball and other convenience food were dominated by

young, energetic, educated, experienced female producers.

#### 3.2 Cost and Returns of Bean Ball Production

The estimated monthly profitability of bean ball producers is shown in Table 2. The result showed that the total variable cost incurred was ₦28,575,305 and constituted 98.8% of the total cost. Total revenue of ₦13,428,120 was realized by the producers after spending ₦9,628,610 to make a profit of ₦3,799,510. Mean net incomes, return on investment and net return on investment figures of ₦75,990; 1.39 & 0.39 were made. The net return on investment figures implies that the producers realized 0.39kobo on every 100 kobo expended on the enterprise in a month and the result proved the enterprise profitable. This result agrees with the study carried out by Ugwumba and Uzuegbunam [9] on Soymilk production from Soybeans in Awka Agricultural zone in Anambra State, Nigeria as it attests to higher profitability status of value addition to agricultural products.

#### 3.3 Determinants of Net Production Returns

Table 3 indicates the output of the four functional forms (linear, exponential, semi-log, and double-log) of the regression model on estimated determinants of net production returns for bean ball producers. The MINITAB Statistical software was used to run the regression. As shown in the table, the output of exponential form produced the best result in terms of numbers, signs and sizes of the parameter estimates and was chosen as the lead equation. The  $R^2$  value of 72.3% indicated that 72.3% of variations in net production returns realized by the producers was attributed to variations in the independent variables while the remaining 27.7% were due to random disturbance. The F-statistic value was statistically significant, an indication that the independent variables collectively exerted significant influence on the net production return and that the model was a good fit for the data.

Out of the nine exogenous variables in the model, only three variables (gender, educational level and cost of inputs) exerted significant influences on net production returns. The coefficient of gender was negative and statistically significant at 5% level. This result is in agreement with the *apriori* expectations and implied that female producers were more likely to

perform better in the business and realize more net production return than the male producers. The educational level had a positive and significant relationship with net production return at 10% probability level in accordance with *apriori* expectations. Cost of inputs was positive and had a statistically significant influence on net production return at 1.0% probability level in accordance with *apriori* expectations. This implies that the higher the amount spent by a producer to increase production, the higher the quantity returns expected from the business.

### 3.4 Producers' Reasons for Starting the Business

Table 4 shows the producers' reasons for starting the business. Findings from table indicated that lack of job ( $M=2.7$ ), profitability of the business ( $M=2.6$ ), high demand of bean balls in the area ( $M=2.54$ ) and small capital startup ( $M=2.51$ ) as the major reasons why the producers start up the business. The rest were considered minor reasons for starting up the business.

**Table 1. Socioeconomic characteristics of bean balls producers (N=50)**

Variables	Percentage	Mean
<b>Gender</b>		
Male	8.0	
Female	92.0	
<b>Age</b>		
18-20	4.0	
21-30	10.0	
31-40	32.0	42.4
41-50	22.0	
Above 50	32.0	
<b>Marital status</b>		
Married	60.0	
Single	14.0	
Widow	26.0	
<b>Production experience</b>		
1-10	50.0	
11-20	26.0	13.5
21-30	18.0	
31 and above	6.0	
<b>Educational level</b>		
Primary (1-6)	26.0	
Secondary (7-12)	60.0	8.8
Tertiary (13-18)	14.0	
<b>Household size</b>		
1-3	6.0	
4-6	70.0	5.7
7-10	24.0	

Source: Field survey, 2018

**Table 2. Estimated cost and returns of bean balls production (n=50)**

Variable	Total amount (₦)
Total Revenue (TR)	13,428,120
Total Variable cost (TVC)	9,521,230
Total fixed cost (TFC)	108,380
Total cost (TC)	9,628,610
Gross Margin (GM)= (TR-TVC)	3,906,890
Net income (NI) = TR-TC	3,799,510
Mean net income= NI/n	75,990.2
Return on investment (ROI= TR/TC)	1.39
Net return on investment= (NROI=NI/TC)	0.39

Source: Field survey, 2018

**Table 3. Influence of socio-economic factors of the respondents on net production income**

Predictor	Linear	Exp.	Semi-log	Double-log
Constant	32169 (0.36)	4.8081 (15.93)	-8754 (-2.16)	1.282 (1.20)
GEN	-33449 (-1.23)	-0.1925 (-2.10)**	-8158 (-0.68)	-0.5315 (-1.61)
AGE	-2389 (-1.18)	-0.0041 (-1.03)	-8511 (-0.62)	-0.2129 (-0.2129)
MAS	-1.1110 (-0.70)	0.0097 (-0.18)	-4636 (-0.68)	-0.0670 (-0.34)
EDU	3469 (1.40)	0.0139 (1.67)***	4303 (-0.68)	0.2142 (0.79)
EXP	2858 (1.95)***	0.0057 (1.16)	5038 (1.00)	0.0831 (0.57)
COI	0.4837 2.98)*	0.000014 (2.54) **	1813 (1.95)**	0.4833 (1.78)***
HHS	-6962 (-1.45)	-0.023 (-1.41)	-4367 (0.58)	-0.1917 (0.87)
POB	26330 (1.11)	-0.0134 (-0.17)	9098(0.81)	0.0471 (0.14)
QTP	55.1 (0.55)	0.00048 (1.40)	43310 (0.55)	0.4349 (1.89)***
R <sup>2</sup>	68.7%	72.3%	48.8%	63.9%
R <sup>2</sup> (Adjusted)	61.6%	66.0%	33.6%	55.8%
F-statistics	9.74	11.58	3.76	7.86
D-W Statistics	1.88	1.97	1.77	1.66

Source: Survey data, 2018. Note: Figure in ( ) are t-ratios. D-W stat = Durbin-Watson Statistic

**Table 4. Producer's reasons for starting the business**

Reasons	Percentage	Mean	Rank
Lack of job	22	2.7	1 <sup>st</sup>
Profitability of the business	20	2.6	2 <sup>nd</sup>
High Demand	16	2.54	3 <sup>rd</sup>
Small startup capital	14	2.51	4 <sup>th</sup>
Easy entry into the business	12	1.96	5 <sup>th</sup>
Availability of raw material	10	1.94	6 <sup>th</sup>
Easy to produce and market	6	1.76	7 <sup>th</sup>

Source: Field Survey, 2018

**Table 5. Constraints to the production of bean ball**

Reasons	Percentage	Mean	Rank
Conjunctivitis due to the emitting of smoke	28	2.70	1 <sup>st</sup>
High and unstable price of raw materials	20	2.52	2 <sup>nd</sup>
High cost of production	14	2.50	3 <sup>rd</sup>
Drudgery in production	10	1.9	4 <sup>th</sup>
Power failure	8	1.7	5 <sup>th</sup>
Inadequate storage facilities	6	1.6	6 <sup>th</sup>
Loss due to deterioration of product	6	1.6	6 <sup>th</sup>
Poor sales	4	1.4	7 <sup>th</sup>
Insufficient capital	4	1.4	7 <sup>th</sup>

Source: Field Survey, 2018

### 3.5 Constraints to the Production of Bean Balls

The bean balls production in the area was constrained by factors which are shown in Table 5. Findings indicated that the problems include: conjunctivitis due to the emitting of smoke (M= 2.7), high and unstable price of raw materials (M= 2.52) and high cost of production (M= 2.50) ranked highest and were perceived as the most serious constraints to the business. The problems of drudgery in production (M= 1.9),

Power failure (M= 1.7), Inadequate storage facilities (M= 1.6), Losses due to fast deterioration (M= 1.6), Insufficient capital (M= 1.4), Poor sales (M= 1.4).

### 4. CONCLUSION AND RECOMMENDATIONS

The bean ball production proved to be a profitable enterprise in the study area. Nevertheless, the efficiency and profitability would be improved if the constraints identified by

the study are addressed as it will encourage many more people especially young, active and viable individuals, to venture into the enterprise. The producer should make use of a source of heat that emits little or no smoke such as a gas cooker and kerosene stove for the safety of their health and eyes. Rehabilitation and construction of access and feeder roads within the study area and formation of cooperative groups by the producers in order to regulate market prices of products and improve access to government and other non-governmental credit facilities will sustainably enhance the producer's profit and livelihood.

## COMPETING INTERESTS

Authors have declared that no competing interests exist.

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