

Pullet production and supply business development by women's groups in selected *kebeles* of Dale pilot learning *woreda*: Experiences from IPMS

Kettema Yilma,¹ Azage Tegegne,¹ Dirk Hoekstra¹ and Mulugeta Yigzaw²

1. Improving Productivity and Market Success (IPMS) of Ethiopian Farmers Project, International Livestock Research Institute (ILRI), Addis Ababa, Ethiopia

July 2012

2. Dale Woreda Office of Agriculture



Canadian International Development Agency

Agence canadienne de développement international



በኢትዮጵያ ሬぷራላዊ ዲሞክራሳያዊ ሪፑብሲክ የግብርናና ገጠር ልማት ሚኒስቴር Federal Democratic Republic of Ethiopia MINISTRY OF AGRICULTURE AND RURAL DEVELOPMENT



© 2012 International Livestock Research Institute (ILRI)



This publication is copyrighted by the International Livestock Research Institute (ILRI). It is licensed for use under the Creative Commons Attribution-Noncommercial-Share Alike 3.0 Unported License. To view this license, visit http://creativecommons.org/licenses/ by-nc-sa/3.0/. Unless otherwise noted, you are free to copy, duplicate, or reproduce, and distribute, display, or transmit any part of this

publication or portions thereof without permission, and to make translations, adaptations, or other derivative works under the following conditions:

ATTRIBUTION. The work must be attributed, but not in any way that suggests endorsement by ILRI or the author(s)

() () () () () NON-COMMERCIAL. This work may not be used for commercial purposes.

SHARE ALIKE. If this work is altered, transformed, or built upon, the resulting work must be distributed only under the same or similar license to this one.

NOTICE:

For any reuse or distribution, the license terms of this work must be made clear to others.

Any of the above conditions can be waived if permission is obtained from the copyright holder.

Nothing in this license impairs or restricts the author's moral rights.

Fair dealing and other rights are in no way affected by the above.

The parts used must not misrepresent the meaning of the publication. ILRI would appreciate being sent a copy of any materials in which text, photos etc. have been used.

Citation: Yilma, K., Tegegne, A., Hoekstra, D. and Yigzaw, M. 2012. Pullet production and supply business development by women's groups in selected kebeles of Dale pilot learning woreda: Experiences from IPMS. Nairobi: ILRI.

	International Livestock Research Institute	2
P O Box 30709, Nairobi 00100, Kenya Phone + 254 20 422 3000 Email ILRI-Kenya@cgiar.org	P O Box 5689, Addis Ababa, Ethiopia Phone + 251 11 617 2000 Email ILRI-Ethiopia@cgiar.org	Offices in: Bamako . Beijing . Delhi . Hanoi . Hyderabad . Ibadan . Kampala . Maputo . Vientiane

Contents

List of Figures and Tables iv
Abstract
Acknowledgements
1 Introduction
2 Methods and approaches
3 Background
3.1 Brief description of the PLW
3.2 Background to poultry development in the PLW and diagnostic results
4 Commodity value chain intervention
4.1 Extension/capacity building/knowledge management
4.2 Production intervention
4.3 Input supply/services/credit interventions
4.4 Outputs and market intervention
5 Results
5.1 Pullet producers' women groups
5.2 Egg producing groups
5.3 Improvements in access to input/services and output markets
5.4 Other indirect benefits/side effects
5.5 Institutional/organizational arrangements for pullet producers
6 Lessons and challenges
References

List of Figures and Tables

Figure 1. Old and new Dale woreda boundary	3
Figure 2. Dale woreda PA's with pullet producing women group	7

Table 1. Costs and returns estimates (ETB) for one production cycle (6-month	.s)
of pullet production and supply by women group in Dale PLW, Ethic	opia
(2009 data)	12
Table 2. Egg production by Brown Bovan layers by different producer groups	
and group characteristics in Dale PLW	14
Table 3. Actors and roles in supporting and facilitating women group-based pr	ullet
out-growing scheme (the poultry value chain) in Dale PLW	16

Abstract

Shortage of pullet supply and high mortality of local chicks arising from diseases and inadequate feed were the main challenges identified through a rapid diagnostic survey on the poultry value chain in Dale. Accordingly, women group-based commercial pullet rearing as an input for smallholder poultry production was initiated by the Office of Agriculture and Rural Development (OoARD) and IPMS. To develop the program, a credit scheme was initiated by the Regional Rural Finance Fund Administration, using IPMS's credit innovation funds. With assistance of OoARD, eighty women subdivided into five (village) groups, collectively purchased 4000 day-old chicks (50/woman) and other inputs such as feed, vaccines, hay box brooder and watering equipment. The women were trained and developed their skills through their group structures. The required vaccinations were also given by the women themselves under the auspices of the group structures that taught them how to make best use of available vaccine size (500 doses/vial). After 4–5 months, 3470 pullets survived and were kept by the women or sold to others for egg production. Empirical results show that: i) the group approach helped to improve linkages, communication, and access to knowledge, technology, finance, inputs (day-old chicks and feed), veterinary service, and market; ii) the groups were able to successfully produce and supply pullets thus making an additional income of Ethiopian birr (ETB)¹ 833/hh; iii) the approach stimulates growing demand for the 5 months-old pullets, especially by government/donor financed programs. While being technically and economically viable, the system requires institutional upgrading so as to ensure sustainability of input supply (chicks, feed and vaccine/drugs) at the nearest market both for pullet and egg producers. The commitment shown by WoARD to provide technical backstopping in all aspects of poultry production also leaves much to be desired. These are crucial at least for the first few cycles, while more emphasis should be given to promoting improved local birds. As the follow-up studies on subsequent egg production showed, considerable attention needs to be paid to building the capacity of poultry farmers to engage in semi-commercial egg production, since egg production was still far below its potential. The study also shows that a difference of as high as 35% existed between egg production level by households who had purchased the pullets privately and households who had received the pullets through food security funded projects in Dale area.

Key words: Dale, pullet production, women groups, value chain, cluster vaccination

^{1.} Ethiopian birr (ETB). On June 2012, USD 1 = ETB 17.7072.

Acknowledgements

IPMS facilitated the introduction of the participatory market-oriented value chain approach and assisted in the implementation of the various activities. The bulk of the activities were implemented by value chain actors and service providers in Dale. This case study is therefore based on the work of poultry farmers, staff of the Dale Office of Agriculture and Rural Development, the Cooperative Department, the Regional Rural Finance Fund Administration and IPMS—all of whom deserve compliments.

Assistance in data processing was obtained from Moti Jaleta, Tesfaye Lemma and Aklilu Bogale, while Yasin Getahun helped with the maps and Lemlem Aregu contributed by reading and commenting on the study. Tadelle Dessie reviewed the case study. Their contributions are worthy of appreciation.

1 Introduction

The IPMS project, funded by the Canadian International Development Agency (CIDA), was established with the aim to assist the Ministry of Agriculture and Rural Development in transforming smallholder farmers from a predominantly subsistence-oriented agriculture to a more market-oriented (commercial) agriculture.

The project adopted a 'participatory market-oriented commodity value chain' approach which is based on innovation systems and value chain concepts. Crucial elements in the approach include the value chain instead of a production focused development, linking and capacitating of value chain partners and the assessment, synthesis and sharing of knowledge among the partners.

The project introduced this approach in 10 Pilot Learning *Woredas* (PLW) in Ethiopia with the objective of testing/adopting the approach so that it can be promoted nationwide. An integral part of the approach is the identification of marketable commodities and value chain interventions. This was accomplished through a participatory process in all PLWs.

This case study focuses on women group-based pullet production and supply business development in Dale woreda. It has three major objectives: i) to document diagnostic results and value chain interventions, ii) to provide proof of concepts, and iii) to determine challenges and lessons learned. The paper is divided into seven sections which begin with the introduction. Section two deals with methods and approaches used in the study. Section three presents background information, including description of the PLW and the history and diagnosis of poultry development. Section four presents value chain interventions that include extension, production, input supply, marketing and credit issues. Section five highlights the discussions results of held production/income, input supply/marketing, on gender/environment/labour use, organizational and institutional aspects. Sections six and seven deal with challenges and lessons learned, respectively.

2 Methods and approaches

To start commodity development, IPMS used a district level participatory market-oriented value chain planning approach, aimed at identifying i) main farming/production systems, ii) potential marketable crop and livestock commodities by farming system, iii) problems, potentials and interventions for each value chain component and iv) value chain stakeholder assessment with potential (new) roles and linkages. Different value chain stakeholders were involved and consulted in this planning exercise. Secondary, biophysical and socio-economic data were collected, followed by open-ended interviews with focus groups and key stakeholders. The results were presented in a stakeholder workshop in which priority marketable commodities were identified and key interventions and partners acknowledged.

This initial rapid assessment was followed by other more detailed studies on selected commodities. Such studies were conducted by partner institutions and/or students and/or IPMS staff using formal surveys, interviews and observations.

To implement the program at *woreda*, Peasant Association (PA) and community level, the project facilitated different knowledge management and capacity development approaches and methods to stimulate the introduction of value chain interventions by the actors concerned.

Several sources were used for regular documentation of results, including six monthly progress reports, annual M&E reports, MSc thesis research, and records kept by the OoARD and personal observations.

In 2009, the project also developed a set of guidelines for the PLW staff to systematically collect and summarize additional information for the case studies including history, changes in extension services, value chain interventions (production, input supply, marketing and credit), institutional/organizational changes, results, challenges and lessons learned. Part of the information was obtained from specially arranged key informants interviews and a commodity stakeholder workshop. The stakeholder meeting was organized to establish the evolution of the roles and linkages of the value chain actors.

Following the collection of all information, a write shop was organized to document information in a systematic manner. Drafts of the PLW specific commodity papers were then reviewed by specialists.

3 Background

3.1 Brief description of the PLW

Dale *Woreda* is one of the 19 *woredas* in Sidama Zone of the Southern Nations, Nationalities and Peoples Regional State (SNNPRS) with a total land area of (1411 km²). The *woreda* town, Yirgalem, is situated at about 320 km south of Addis Ababa and 45 km away from Hawassa, the regional capital. Dale *woreda* is currently subdivided into 36 PAs with an estimated human population of 222,000.

Crop and livestock production systems are mainly based on traditional technologies and the average holding size per household is small ranging from 0.25 to 1.5 ha.

The terrain in coffee/livestock system is hilly and the soil is predominantly red (Nitosols). In haricot bean/livestock system, the terrain varies from relatively flat to hilly. Black soils (Pellic Vertisols) are commonly found on the flat areas and red soils on the slopes. Because of the perennial nature of the crop and the small holding size, hand hoeing is the predominant method of cultivation.

During the project period, the *woreda* was reduced in size and now totals 36 Peasant Associations (PAs). A map showing the old and new district boundaries is shown below.

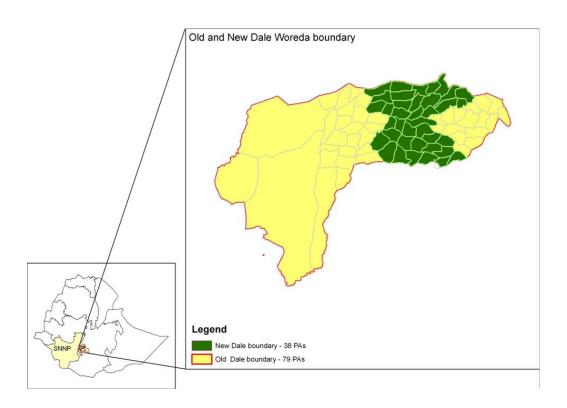


Figure 1.Old and new Dale *woreda* boundary.

The altitude of the *woreda* ranges from 1626 in the west and 2423 masl in the eastern part; the altitude at Yirgalem is 1765 masl. The temperature ranges from 11°C to 22°Cand the mean temperature is19°C. The mean annual rainfall (1989–1998) at Awada Coffee Research subcentre in Yirgalem is 1314 mm. Rainfall amount declines from the highlands in the east to lowlands in the west. There are two cropping seasons in the area, Belg (short rainy season) from March to April and Meher (main rainy season) from June to September. Belg rain is mainly used for land preparation and planting long cycle crops such as maize, planting root crops and Inset (*Inset ventrecosum* or false banana) and seedbed preparation for Meher crops. The Meher rain is used for planting and raising of coffee, false banana and fruit seedlings and also Khat (*Cataedulis*).

Livestock play a major role in crop production in areas of the mid highlands providing draft power in addition to meat and milk production for household consumption and sale. Poultry population in Dale *woreda* was about 218,923. Poultry production system in the *woreda* is traditional, which is based on local free ranging birds with annual production of 30–50 eggs/bird.

3.2 Background to poultry development in the PLW and diagnostic results

In PLWs like Dale *Woreda*, which is characterized by high level of food insecurity, unemployment and increasing population pressure on agricultural land, small-scale and semicommercial poultry production represent a viable option for increasing income and supporting livelihoods.

In rural areas, poultry (eggs/meat) were produced by backyard production with local chicken under scavenging management system. To improve rural poultry production, the Ministry of Agriculture initiated a regular extension package where participating households receive improved (commercial or exotic) breed of chickens consisting of one female and one cockerel each for ETB 10/bird. In addition, there was also an ambitious program called comprehensive pilot package that included credit for housing, feeding, and health management. The program also distributed 25, 50 and 100 chickens per household. The credit system followed by the scheme required 25% down payment. However, both programs were constrained by shortage of improved pullets while the comprehensive package failed to take off due to shortage of credit facility and unaffordable down payment requirements.

On the basis of the Participatory Rural Appraisal (PRA) results and a participatory stakeholder planning workshop held in 2006 in the *woreda*, *shortage of improved pullets* was identified as a key bottleneck for semi-commercial poultry production. In addition, the results of the diagnostic study also showed that the level of production and productivity in smallholder poultry was low, and hence the reduced income and livelihood contribution of the subsector. This was mainly due to lack of improved chickens (in this case exotic and commercial type) and limited use of other inputs like feed, drugs and vaccines. A subsequent and more detailed

diagnostic study showed that managing chicken mortality (up to the age of 2 months, mortality is 55–65%) should be given major emphasis by improving housing and sheltering services from predation (Mekonnen GebreEgziabher 2007).

The input supply system both at public and private sector level for feed, drug, as well as vaccine were almost non-existent; and there were marketing problems such as poor quality of eggs due to storage problems and individual marketing in rural markets resulting in low prices.

Furthermore, various studies made in the *woreda* indicated that the extension service reach is inadequate in bringing or introducing better poultry management. Farmers follow the traditional management practice that was gained through life-long experience and social peer group (Innes 2010).

Market demand for poultry (egg and meat) is high due to the *woreda's* proximity to main consumption centres such as Yirgalem, the capital of the district as well as neighbouring Dilla and Hawassa towns (a privately organized egg supply link already exists with Hawassa). Also the availability of public sector infrastructure in Hawassa and Wolaita Sodo for the multiplication and supply of day-old chicks, pullets and cockerels, and better access to market for inputs such as feed and drugs creates a favourable environment.

In summary, shortage of improved pullets, poor input supply and veterinary service, weak poultry extension, unavailability of credit, and poor market incentives are the major constraints identified in the poultry value chain development. Accordingly, interventions were designed and implemented with farmers and key partners to address these challenges.

4 Commodity value chain intervention

The project proposed to address the key value chain bottleneck identified during the PRA exercise, i.e. the supply of pullets for the various poultry production packages that are proposed by the Ministry. Some attention was also paid to building the capacity of poultry farmers both in rural, urban and peri-urban areas in poultry management and egg production and marketing.

The project demonstrated a new approach in the pullet input system in which women groups played a major role in raising day-old chickens to 5 months-old pullets to be sold to egg producers. The approach was developed in 2007 in consultation with stakeholders. It was meant to complement the efforts made by government multiplication centres.

4.1 Extension/capacity building/knowledge management

Site selection and group formation

IPMS in collaboration with Dale WoARD supported and facilitated women group-based pullet out-growing scheme in selected villages. Based on their previous knowledge of the *woreda*, WoARD livestock specialists took the responsibility of identifying suitable *kebeles* where this scheme would be implemented. The criteria for selection include: suitable biophysical environment, including sufficient space for scavenging, road access to the villages and access to markets as well as willingness of the selected women to be involved in the new enterprise. In addition, their commitment and credit worthiness were considered in the selection.

Based on these criteria, five *kebeles* were identified and eighty (80) women were identified or selected to participate in the scheme. In some *kebeles*, already existing village credit and saving group members were selected, while in other *kebeles* the selection of participating women was done by development agents (DAs).Women groups were formed to facilitate linkage, internal and external communication, and access to knowledge, inputs and services. A loose group of five clusters were formed in Ajawa, Soyama, Semen mesenkela, Debub Kege and Weynenat *kebeles* each with 20 members, except for Soyama and Weynenat where the members were only 10 women in each *kebele*. The groups elected peer leaders who also liaised between the group and the extension service.

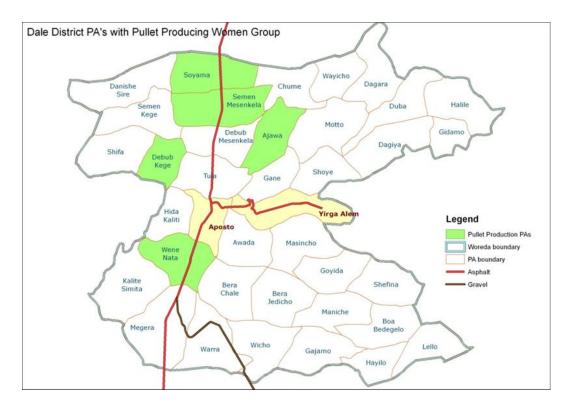


Figure 2. Dale woreda PA's with pullet producing women group.

During the selection process, the DAs made sure that these women were located within a walking distance of 15–20 minutes from each other or the centre of the village. This was necessary to collect and eventually deliver the vaccine without losing its efficacy/effectiveness. Such clustering was also proposed to facilitate peer (group) learning and mutual help.

Women were involved in every aspect of the enterprise including acquainting themselves to sources of day-old chicks, feed and drug/vaccine. This was important to expand the enterprise and help women groups to gradually become self-reliant for sourcing inputs after three cycles, with minimum support from WoARD.

Training for vaccination

With regard to poultry health, New Castel Disease (NCD),next to other poultry diseases (like fowl cholera, fowl typhoid and infectious bronchitis), was identified as the major killer of birds of all age and type. Assistant veterinarians (2 female and 5 men) from WoARD attended practical training conducted by veterinarians from the Regional Poultry Farm in Hawassa. The training mainly focused on keeping the vaccine under proper temperature in cold chain, scheduling vaccination and vaccine delivery to control NCD. The assistant veterinarians, in turn, conducted practical training for the women groups to enable them to administer vaccination by themselves under supervision of a veterinarian.

Training for pullet production

Training was also conducted for the women to impart knowledge and develop skills in handling and raising day-old chicks, including appropriate feeding, housing, hygiene and proper administration of NCD vaccine.

New and innovative approaches were used in training the women, including:

- Trainings were organized in consultation with the women. The women themselves identified the place, time and duration of training as convenient. This was done not to interfere with their daily chorus and other productive activities.
- Training mainly focused on imparting knowledge and developing skills in a participatory manner whereby the trainees were encouraged to share their life-long knowledge and experience and comparing it with the improved management required to raise improved breeds. This sort of interactive sessions helped to build confidence and trust between the women and the experts. The training also created an environment in which the women felt that their knowledge, views and experience are recognized and valued. In that sense, the training served as a morale booster for the women.
- Parallel to the introduction of the technology and enterprise, women along with DAs were given hands-on practical training in important aspects of managing day-old chicks, and using the hay-box brooder, feeding, watering, ranging and health management in the production of day-old chicksand90 to 150 days old pullets.
- Each training session was also used to learn lessons, share experiences and discuss emerging problems.

Training for egg production

In addition, Dale WoARD livestock specialists and IPMS staff offered training to 34 urban and peri-urban backyard egg producers (those who bought 10 and more pullets) in Yirgalem town. The training mainly emphasized poultry management in feeding, housing, hygiene and egg production and marketing. Apart from introducing the ration for egg producers, they were given information in feed formulation using locally available ingredients. This was important because of the absence of feed suppliers nearby and the soaring price of complete feed produced elsewhere in the country.

Knowledge generation through student research

Two MSc theses were carried out in Dale in 2007 and another one in 2009/10. The first research entitled 'Characterization of Smallholder Poultry Production and Marketing System of Dale, Wensho and Lokka Abaya Districts of Southern Ethiopia'. The study was conducted in November 2007 by Mekonnen GebreEgziabher. Recommendations from this thesis were incorporated in the design for pullet production. The results of the second one entitled 'Human Capital vs. Social Capital—Influences on Egg Productivity in Southern Ethiopia', by Guy Innes in May 2010, were used to analyse some of the results.

4.2 **Production intervention**

Based on the recommendations from the student thesis (Mekonnen GebreEgziabher) and general knowledge on poultry production, project partners introduced several production interventions to raise pullets from day-old chicks, including:

- i) Use of improved breeds, i.e. Brown Bovan, which is known for its high production of eggs (in terms of egg number and weight)
- ii) Introduction of semi-commercial scale of production, i.e.50-day-old chicks/farmer. In addition, the grouping of women into cluster of 10–20 women created critical flock size to deliver the vaccines at reasonable cost and effort.
- iii) Promotion of the use of hay-box brooder² that serves as a mother hen as well as sheltering baby chicks from predation. Experience elsewhere in the country shows that hay box brooder is effective in raising day-old chicks with low rate of mortality. The hay box brooder requires moving 3–4 locations within the compound throughout the day to enable chicken feed on green grass and avoid building up of manure at one site.
- iv) Improved feeding rations for different ages were introduced as a major input to rear chicks to the desired level, i.e. i) starter feed up to 28th day (22 gr/day/chick), ii) growers ration up to 127th days (up to 33 gr/day/chick) and then iii)layers ration.
- v) Use of locally made feeders and drinkers.
- vi) Introduction of recommended vaccine regime, including delivery of HB 1 vaccine 3–7 days after hatching through the eye and then after, delivering Lasota vaccine through drinking water on the 3rd, 7th and the 14th weeks.

4.3 Input supply/services/credit interventions

The project partners tried to build on the WoARD's package approach through the following actions which were believed to ensure sustainability and ownership:

- Establishing a revolving fund/loan aimed at purchasing the necessary inputs for the semi-commercial production of pullets (from day-old chicks).
- Regional Rural Finance Fund Administration (RFFA) showed willingness to partner and experiment with the innovative credit funds to be provided by IPMS.
- RFFA normally provides loans to legally registered cooperatives only. Since the women groups were/are not a legally recognized entity, they required legally recognized body to serve as a channel for loan dispersal and collection. A deal was made with Abosto Dairy Cooperative to serve as intermediary for the loan. Loan

^{2.} The hay box brooder is a very simple technology, locally constructed, and portable for rearing chickens without artificial heating system.

disbursement was channelled through the staff of the OoARD and supervised by the cooperative department.

• The rate of interest was fixed at 7.5%, of which the cooperative would keep 1.5%, and the Rural Finance Fund Administration would receive 6% to cover their respective administrative cost and risk. Furthermore, it was agreed with the women groups that they would cover 10% of the initial investment cost in lieu of down payment. This was done to ascertain the women groups' willingness and commitment to the business venture.

Hay box brooders and feeders were produced by local carpenters. The boxes were produced from locally available materials, and operated easily with little demonstration or training. Similarly, the watering materials were made locally by pot makers, which is easy to clean and move along with the hay box brooder.

Collective purchase of other inputs such as day-old chicks, feed and vaccines (with the help of credit) were arranged by group representatives with the help of WoA/IPMS.

- Day-old chicks were purchased from Genesis Farm in Debre Zeit.
- Vaccines were purchased from National Veterinary Institute (NVI) in Debre Zeit.
- One of the major problems of delivering veterinary service, particularly of vaccines, for poultry is lack of adequate number of chickens of the same age group at one place or village (minimum vial size is 500 doses). To overcome the challenge, cluster approach was used to administer vaccines by trained local women in all the project sites.
- Different feed rations for different age groups were purchased from a commercial feed producer in Debre Zeit. Feed was delivered in bulk initially to last for one month and later on for three months and an additional one month before pullets were sold at age of 90–150 days old.
- The egg producers arranged for feed through group and bulk purchase and also improvise and use supplement feed by mixing locally available feed ingredients like grains and oil seed cakes from the local market. In addition, the chickens were under semi-intensive management and had free access to scavenging to fulfil their requirement.

4.4 Outputs and market intervention

WoARD and IPMS facilitated group marketing of pullets by assisting the women to sell in bulk. This involved *woreda* SMS and DAs who registered people who wanted to buy pullets until they reached critical number and then organized and facilitated delivery of pullets at central place (at the premises of the WoARD). Part of this demand was created by government/donor supported projects aimed at improving the livelihood of the community through improved egg production. Women group representatives collected the birds and

transported them to selling points. Later they collected the payment on site and distributed them to their group members according to the number of pullets provided for sale.

WoARD also managed to organize short-term credit arrangement for its employees who were willing to purchase the pullets. In addition, market promotion was conducted through microphone announcements in the streets of Yirgalem. Local FM radio also broadcasted a program of interviews with women in the villages and WoARD staff. Announcements were also made in Awassa and some interested people and NGOs came forward to buy the pullets and learn about the scheme and the innovative approaches tested in designing and implementation of the scheme.

5 Results

5.1 Pullet producers' women groups

A total of 4000 day-old chicks of the Brown Bovan layer breed were purchased from Debre Zeit and used for the scheme. Out of the total number of pullets of about 5 months of age, 3470 (mortality rate 13.3%) had a market value of ETB 173,500(ETB 50/pullet). Chicken death occurred in only few participating households and was caused by suffocation and predation. In three cases, owners left grown-up chickens in congested hay box for more than 24 hours, which caused suffocation and death. Such mishaps happened when family members left the flock unattended or in situation where the flock is exposed to predators during night—mainly mongoose. Average net return per member was ETB833 and about 26 women (or family) earned ETB900 to 1160, while the remaining ones earned ETB350–850 per cycle (Table 1).

Item	Quantity	Unit value (ETB)	Total value (ETB)
Pullets sold	3113	50	155,650
Pullets kept by members	357	50	17,850
Total gross return	3470		173,500
Cost items			
Day-old chick purchase	4000	1.5	60, 000
Feed—starter ration(for one month)	28 qt	322.5	9030
Feed—growers ration (for 3–4 months)*	80 qt	247.3	19,784
Transport			7280
Travel expenses			2400
Sales cost			750
Interest on loan $(7.5\% \times \frac{1}{2})$ for 6 months	104,000 (loan)	$\begin{array}{c} (0.075 \times 0.5) \\ \text{for 6-months} \end{array}$	3900
Depreciation (hay box brooder)—5 years	80	231/haybox	3695
Total cost (production and marketing)			106,839
Total net return			66,661
Average net return per member	80 women		833
Average net return per day-old chick	4000		16.66

Table 1. Costs and returns estimates (ETB) for one production cycle (6-months) of pullet production and supply by women group in Dale PLW, Ethiopia (2009 data)

*Towards the end most women started using a mixture of purchased, own feed and scavenging.

5.2 Egg producing groups

According to Innes (2010),pullets were destined to three types of egg producers, i.e. i) pullet producers who kept some of their pullets, ii) urban and peri-urban egg producers and iii) farmers who received chickens through government/donor-funded food security projects.

The first group (pullet producers), who were trained by the extension department for pullet production, kept 357 pullets for their own use (67 farmers). They fed their chickens with grain from home, table left-overs and relied heavily on scavenging.

The second group (urban, peri-urban) egg producers consisted of farmers who purposely bought the pullets for egg production (semi-commercial). Members of this group mix locally available feed ingredients using the ration formulation knowledge received during their training. Some also managed group purchase layers ration from commercial feed plants. They also allow their chickens to scavenge during most of the day. This group comprises of 112 people who bought 9 or less number of pullets and some 47 households that bought 10 and more pullets.

The food security group comprises some 300 farmers that received 1–4 chickens through the food security system. These were distributed over 9 or more *kebeles* (in rural areas) making follow-up and support very difficult.

A sample of farmers was taken from each of these groups to determine various characteristics and performance of the scheme, including number of eggs produced/hen during peak laying periods. Since many farmers had both local chickens and the Brown Bovan type, a subsample of the observations was analysed to determine egg production/Brown Bovan of farmers who predominantly had Brown Bovan chickens (bird flock ratio more than 0.75 in which 0 =all local and 1 =all exotic). The results (see Table 2 below) show statistically significant differences between the food security group and the pullet producers group 42.5% (t = 0.015) and between the food security group and the urban–peri-urban group 30% (t = 0.0273).

Characteristics	Pullet producing group	Urban–semi	Food security
		urban group	group
Sample	49	44	19
Subsample*	9	31	13
Bird flock ratio	0.98	0.97	0.98
Egg production/hen per week**	5.7	5.2	4
Education index***	2.11	3.32	1.54
Social capital index***	10.11	7.13	8.15

Table 2. Egg production by Brown Bovan layers by different producer groups and group characteristics in Dale PLW

Based on Innes (2010)

* Sample farmers who had more than 75% Bovan brown.

** Only for peak weeks in which chickens were laying.

*** Computation of the indexes is explained in (Innes 2010).

The impact study by Innes (2010) indicates that the extension system should appreciate the role of social capital in egg production and incorporate it in the extension system to enhance egg production. In addition, formal education was recognized as a contributing factor. The study recommends that targeting women with some formal education be included in such projects. Some differences in these characteristics can also be observed between the subsamples of the three groups (see Table 2 above). Taking these findings into account, further research should be conducted to see how best to choose food security farmers for poultry production and how best to support them in order to achieve better results.

5.3 Improvements in access to input/services and output markets

All 5 women groups (80 women) received credit for the production of pullets (ETB 1300/women) and the collective loan (ETB 104,000) was repaid in full. It is noted that no cash was disbursed; instead, all inputs were received in kind. Loan recovery was virtually done by WoARD that subtract the loan plus interest while facilitating group sales.

The women were able to vaccinate the chickens by themselves with close supervision by *woreda* veterinarians. Clustering and grouping had been instrumental in effective delivery of vaccines and other services.

It is noted that in the six years between 2004 and 2009, the supply of improved pullets through the public sector in Dale was 3784 in total (Awassa Poultry Centre report 2000). This is an average of 540 chicken supply per annum or 250 chickens at the lowest in 2009 and 1710 at the highest in 2009, whereas one can deduce that just in one cycle of 5 months engagement, the 80 women produced for sale a total of 3470 pullets.

In total, 3113 pullets were sold and 357 kept by the women. With the help of the OoA, these pullets were sold around the town of Yirgalem to urban and peri-urban producers, 1200 of which were sold to the *woreda* safety net program which, in turn, distributed 4 pullets each to about 300 households supported by the program. In addition, Goal Ethiopia (Irish NGO) bought some 400 pullets to be distributed in Boricha *woreda* and another 300 went to urban producers in Hawassa town.

5.4 Other indirect benefits/side effects

The conventional extension service generally focuses on men that mainly keep cattle and small ruminants. This project is the first of its kind in the *woreda* in terms of working entirely with women groups. It placed unprecedented focus on traditionally women-dominated enterprise and brought women to the centre stage as visible actors in development. The enterprise is run by women and their children, and as such it doesn't increase their drudgery. The women acquired new knowledge, developed new skills, received extension advice, loan, and service, and also owned the enterprise. This results in certain degree of improvement in women's level of self-esteem and status in their community.

Traditionally poultry is an integral part of the community. However, sometimes free ranging poultry is blamed for competing with human beings for food, particularly backyard gardens. In this case, the chickens are raised under confinement of runner exercise limited to3–4 times a day. This has insignificant damage to backyard garden, but provides manure enhancing soil fertility.

5.5 Institutional/organizational arrangements for pullet producers

The women group approach helped to facilitate linkages and communication within group members, and between them and extension and input suppliers. Group leaders have also been instrumental in facilitating communication between the women and WoARD and IPMS. The leaders often visited in person the WoARD and communicated through mobile phones for arranging services, advices, and reporting progress. Amongst others, this resulted in 100% attendance of the members during vaccination and training programs. Further, the women group approach facilitated access to market and reduced transaction costs, particularly given the fact that rearing and selling improved pullets was new to the area and rural women groups are situated off the main road, making individual marketing less attractive.

Besides, the poultry project has initiated a new partnership linkage and evolved new roles and responsibilities for actors. The new arrangement has brought women to centre stage where they own relatively large number of flock and serve as input suppliers. In addition, WoA tried to link women groups with input suppliers (source of day-old chicks, feed and vaccines) as well as facilitate marketing of pullets.

Table 3. Actors and roles in supporting and facilitating women group-based pullet out-growing
scheme (the poultry value chain) in Dale PLW

Actors	Role (changes)
WoARD/IPMS	 -Facilitate initial rapid assessment which was followed by some more detailed studies on selected commodities. -Facilitate the identification of potential interventions with community members and other stakeholders -Project proposal development. -Linking women group with input suppliers -Build capacity of women rearing day-old chicks -Trains DAs to provide support to women groups -Trains urban and peri-urban farmers who buy pullets for egg production -Technical back up for farmers and DAs -Plan and execute vaccination schedule -Facilitates input delivery to women groups -Facilitates group marketing of pullets -Conducted market promotion of the chickens -Monitoring and data collection
Hawassa Poultry Farm	-Provides veterinarians to train WoARD veterinarians and follow up
Women and their groups	-Engaged in rearing pullets -Manages input, service and market linkages through its leadership -Administers vaccination with close supervision of the WoARD
Abosto Dairy Cooperative	-Serves as a channel for loan supply and facilitates repayment
Rural Finance Administration	-Channelling loan to women group via Abosto Dairy Cooperative and in collaboration with Cooperative Promotion Desk of the WoARD involved in creating awareness of women group about the loan terms and condition

6 Lessons and challenges

Some of the positive experiences/lessons gained from pullet value chain development include:

- Adopting a value chain approach brought non-egg production constraints to the attention of the poultry stakeholders, including supply of pullets, credit and capacity of potential pullet/egg producers and the extension system.
- Using a participatory approach in the identification of potential interventions has led to the design and testing of a viable pullet production system by clustering women in groups which created learning and economics of scale in the supply of inputs and services, especially feed, vaccines, day-old chicks and credit.
- Village level training where women had the veto to decide the venue and time of the training had helped to ensure active participation and 100% attendance by the women. Hands-on practical training and skill in terms of managing the hay box brooder and vaccination by women has contribute for the success of the input supply system.
- Women have emerged as effective vaccinators of their flock of chickens, which usually thought to be the activity of professionals only. Vaccination by women had reduced the tasks of WoARD.
- Credit can be used successfully to develop semi commercial packages for pullet production.

Several challenges for the development of poultry production in Dale PLW are identified;

- Dale *Woreda* is characterized by a food security mentality, which is fuelled by subsidies and government support. This can hamper farmers and input producers from fully acting as entrepreneurs. It is noted that a second round of pullet production by the same women took place after more than one year (2010). To create a sustainable and functioning pullet/egg production value chain, a reliable and functioning input supply system needs to be developed through a cooperative and/or private sector system.
- To further develop the value chain, production of day-old chicks with village-based incubators could be explored.
- While boosting egg production with exotic breeds, attention should also be paid to improved local chickens. Studies and observations indicate that the best choice of animals for smallholders in the rural community would be the selected and improved indigenous breed that shows highest productivity, efficiency and overall sustainability (Ishope 1995; Tadelle 1996; Sonaiya and Swan 2004; Mandal et al. 2006).
- Besides commercial production of eggs, producers may also consider production of broilers for meat.
- For semi-commercial pullet and/or egg producers, accidental losses of birds create financial losses, especially if loans have been used to finance the operation. Creating a community-based insurance scheme may be considered to compensate for such losses.

- As studies indicate, commercial pullet production requires careful selection of farmers and capacity development in order to develop economically feasible enterprises.
- Introduction of exotic/commercial breed and use should be encouraged only in the presence of favourable business development support services and market for the product (Tadelle 1996; Sonaiya and Swan 2004).

References

- Alders, R. and Spradow, P. 2001. Controlling Newcastle disease in village chickens. ACIAR Monograph No. 82. Canberra: Australian Centre for International Agricultural Research.
- Demeke, S. 2007. Suitability of hay-box brooding technology to rural household poultry production system. Livestock research for rural development. Volume 19, Article 3. (Available from http://www.lrrd.org/lrrd19/1/deme19003.htm) (Accessed on 24 April 2012).
- Fisseha Moges, Azage Tegegne and Tadelle Dessie. 2010. Indigenous chicken production and marketing system in Ethiopia: Characteristics and opportunities for market-oriented development. IPMS (Improving Productivity and Market Success) of Ethiopian Farmers Project Working Paper 24. Nairobi: ILRI.
- Innes, G. 2010. Human capital vs. social capital—Influences on egg productivity in southern Ethiopia. MSc thesis. California University. (Available from: http://www.ipmsethiopia.org/content/files/Documents/publications/Msc Theses/FinalThesis_GuyInnes.pdf).
- Mandal, M.K., Khandekar, N. and Khandekar, P. 2006. An experimental study on model for sustainable rural poultry farming. Livestock Research for Rural Development 18(5).
- Mekonnen GebreEgziabher. 2007. Characteristics of smallholder poultry production and marketing system of Dale, Wensho and Lokka Abaya district of southern Ethiopia. MSc thesis. Hawassa: Hawassa University. (Available from: http://www.ipmsethiopia.org/content/files/Documents/publications/MscTheses/FinalThesis_MekonnenGebreEgzia bher.pdf).
- Shepherd, A.W. 2007. Approaches to linking producers to markets. A review of experience to date. Agricultural management, marketing and finance occasional paper. Rome: Food and Agriculture Organization of the United Nations.
- Sonaiya, E.B. and Swan, S.E.J. 2004. Small-scale poultry production. Technical Guide. Rome: Food and Agriculture Organization of the United Nations.



The International Livestock Research Institute (ILRI) works to enhance the roles livestock play in pathways out of poverty in developing countries. ILRI is a member of the CGIAR Consortium, a global research partnership of 15 centres working with many partners for a food-secure future. ILRI has two main campuses in East Africa and other hubs in East, West and southern Africa and South, Southeast and East Asia. ilri.org



CGIAR is a global agricultural research partnership for a food-secure future. Its science is carried out by 15 research centres that are members of the CGIAR Consortium in collaboration with hundreds of partner organizations. cgiar.org