

**PERFORMANCE OF COCOA AND OIL PALM PRODUCTION ON  
INCLUSIVE GROWTH IN NIGERIA**

**BY**

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**2017**

## **DECLARATION**

I AGENE, Ene Deborah hereby declare that this dissertation is my original work and that no portion of this work has been or will be submitted in support of an application for another degree or qualification of this or any other Universities or other institution of learning.

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## **CERTIFICATION**

This is to certify that this research work, written by AGENE, Ene Deborah was supervised and approved in partial fulfillment of the requirements for the award of Master of Science (M.Sc.) Degree in Economics of the Department of Economics and Development Studies, Covenant University, Ota, Ogun State, Nigeria.

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## **DEDICATION**

I dedicate this research work to the glory of the all-powerful and mighty God, who in his infinite mercy saw me through my academic program and this research work.

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## **LIST OF ABBREVIATION**

ATA: Agricultural Transformation Agenda

CAAA: Comprehensive African Agricultural Development programme

CBN: Central Bank of Nigeria

CDD: Community Driven Development

CPL: Corruption Index

CRIN: Cocoa Research Institute of Nigeria

FAO: Food and Agricultural Organisation

FBN: First Bank of Nigeria

GESS: Growth Empowerment Scheme

LE: Life Expectancy:

NEEDS: National Economic Empowerment Development Strategy

PCA: Principal Component Analysis

PIND: Partnership Initiative in the Niger Delta

PSE: Post Secondary School Enrolment

SAP: Structural Adjustment Programme

SPDA: Southern Philippine Development Authority

## **ABSTRACT**

Over the years, cocoa and oil palm production have been one of the major market of export for international trade and a major source of economic growth in Nigeria. However cocoa and oil palm production has been below expectation as a result of government diverting its attention to the oil and gas sector, which has led to the deterioration in the performance of the agricultural sector. This study therefore examines the relationship between performance of cocoa and oil palm production on inclusive growth in Nigeria in both short and long run covering periods from 1981 to 2014. This study employed Johansen co-integration test to determine the long run relationship between the performances of cocoa-oil palm production on inclusive growth in Nigeria. Also, the Error Correction Mechanism (ECM) was employed to assess both long and short run effects of cocoa and oil palm production on inclusive growth in Nigeria. The result revealed that cocoa and oil palm production exact positive and significant effect on inclusive growth in both short and the long run. This study therefore recommends that the Federal Government of Nigeria should invest in activities that will promote agricultural gains resulting in pro-poor growth. Such investments should include basic and applied agricultural research, agricultural extension and capacity building, irrigation development and agribusiness development.

***Keywords:*** *inclusive, Growth, cocoa, Oil palm, Agriculture*