#### Boise State University ScholarWorks

College of Business and Economics Presentations

2014 Undergraduate Research and Scholarship Conference

4-21-2014

#### Pigeonpea: Alleviating the Poverty Cycle Sustainable Agriculture and Economic Development

Natalie Lipkowitz College of Business and Economics, Boise State University

Courtney Harding
College of Business and Economics, Boise State University

Lucas Westcott
College of Business and Economics, Boise State University

## Pigeonpea: Alleviating the Poverty Cycle through Sustainable Agriculture & Economic Development

Natalie Lipkowitz, Courtney Harding, Lucas Westcott<sup>1</sup>, and Bastian Thomsen<sup>2</sup>
Student Research Initiative Fellows<sup>1</sup>, Mentor<sup>2</sup>, 2014 Undergraduate Research Conference, Boise State University



Which economic market has the greatest potential for the nonprofit Semilla Nueva and the farmers they are assisting to immediately and sustainably export the pigeonpea crop from Guatemala in order to increase their income and break the poverty cycle?





# Our Findings & Recommendation

Findings: After analyzing the various potential markets India would be the ideal market based on consumption rates and the population of the country.

Semilla Nueva should aim for the Indian market long term (five to seven years) after increasing pigeonpea production. Until the farmers reach economies of scale, the shipping costs are too high thus decreasing profit margins.

The NGO should therefore focus on the U.S. and Latin American markets initially (immediately to five years). Increasing farmer production of the pigeonpea crop is Semilla Nueva's core competency; they do not have the resources or infrastructure to market and distribute the pigeonpea to the end consumer.

**Final recommendation:** Locate a distributor such as GOYA to sell the crop to in bulk. Semilla Nueva should act as a cooperative to sell all pigeonpea crops to the distributor holistically for a higher price. Five major distributors, including U.S. based GOYA, have been identified as potential partners. This SRI team has made contact with GOYA and Semilla Nueva will be submitting a two pound sample of three different varieties of the crop at the end of April 2014.

**Next steps:** After Semilla Nueva enters into a contract with a distributor they can increase production across the eleven farming communities they work with and positively impact over 11,000 families to break the poverty cycle over the next two-to-three years.

## Pigeonpea

Education

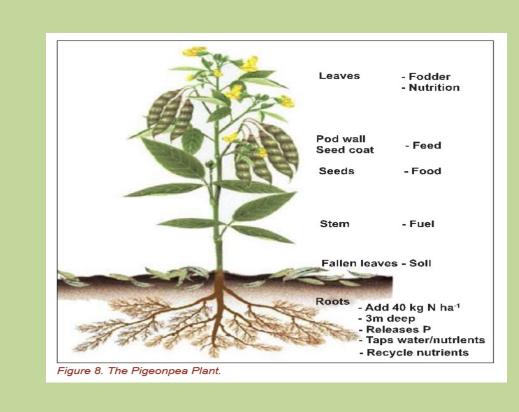
Pigeonpea, or Cajanus cajan, is a summer legume and pulse crop with excellent drought tolerance. Pulse crops are any dry pea, or lentil that consist of 20-25% protein and 40-50% starch; they are also rich in iron, zinc, potassium, magnesium, dietary fiber, and usually have only small amounts of oil.

**Poverty Cycle** 

Health

Income

Pigeonpea has the widest range of applications among pulse crops.
Pigeonpea's uses include human food, feed for livestock, medicine, and as a fuel source.



## **Nutrition Facts** Servings Per Container approx. 5 Amount Per Serving Calories 90 Calories From Fat o % Daily Values\* Total Fat 0g Saturated Fat 0g Trans Fat 0g Cholesterol Omq Sodium 70mg Total Carbohydrate 17q Dietary Fiber 6g Sugars less than 1g Protein 5g Vitamin A 10 % • Vitamin C 20 % 40 % • Iron % • Riboflavin % • Folate ess than 2,400mg 2,400mg calories per gram :

Fat 9 • Carbohydrate 4 • Protein 4

## India, Africa & United States

## **Demand in India**

India is the largest pigeonpea producer and consumer in the world. India produces approximately 70% of the world's pigeonpea production. However, the domestic production of pigeonpea is less than the domestic demand. Therefore, there is a large demand for pigeonpea imports. Furthermore, the India National Food Security Act, 2013, increases the potential for imports.

### Africa as a Model

The nonprofit, non-political organization called the International Crops Research Institute for the Semi-Arid Tropics (ICRISAT) has helped empower approximately two billion people in sub-Saharan Africa to overcome poverty, hunger and a degraded environment through better agriculture. By applying scientific innovations from their CIGAR Research Program on Grain Legumes in combination with adequate policy, marketing and other support services, ICRISAT has been able to increase the dry land farmers' crop productivity and incomes, while improving the resilience of

Canada 40% US G% Princy Strong Control of the Contr

their lands and livelihoods. Specifically in Africa, ICRISAT has helped many villages grow more nutritious, diverse and resilient food through on-farm trials of pigeonpea.

#### **United States as a Potential Market**

With the passage of the 2014 U.S. "Farm Bill" the demand for pulse crops will increase over the next 5-10 years. Included in the bill are two pulse crop initiatives-Pulse Crop Health Initiative (PHI) and the School Pulse Crop Products Program. Both promote the research and implementation of pulse crops into the U.S. market.

## Acknowledgements





