

Original Research Article

AN ECONOMIC ANALYSIS ON MARKETING OF BANANA IN GHAZIPUR DISTRICT OF UTTAR PRADESH

Abstract:

The present study entitled “An Economic Analysis on Marketing of Banana in Ghazipur District of Uttar Pradesh”. It was found that there are three marketing channels involved in marketing of banana in Ghazipur district of Uttar Pradesh (channel 1- Producer- Consumer), (Channel 2- Producer- Commission Agent- Wholesaler- Retailer) and (Channel 3- Producer- Commission Agent- Retailer – Consumer). The majorly preferred marketing channel by respondents in the study area is Channel 3. In channel 1, total marketing cost is Rs. 31, marketing efficiency of channel 1 is 0 and Price spread seen in channel 1 is Rs.31. In channel 2, total marketing cost is Rs.285, marketing efficiency of channel 2 is 3.01 and Price spread seen in channel 2 is Rs.860.00. In channel 3, total marketing cost is Rs. 280, marketing efficiency of channel 3 is 2.69 and Price spread seen in channel 3 is Rs.755.

Keyword: Marketing Channels, Marketing Efficiency, Marketing Cost, Price spread.

INTRODUCTION

Bananas are a fruit that grow on plants called banana trees. The scientific name for the banana tree is *Musa acuminata*. The banana fruit is long and curved, with a thick, yellowish-green peel that is typically removed before eating. Inside the peel, bananas are soft and sweet, with a creamy texture. They contain small black seeds that are edible, but are usually not eaten. Bananas are a good source of fiber, vitamins, and minerals, including vitamin C, vitamin B6, and potassium. Bananas are enjoyed all over the world and are a popular fruit for snacking, baking, and cooking. They can be eaten on their own, sliced onto breakfast cereal or oatmeal, blended into smoothies, baked into breads and muffins, and used in a variety of other dishes. Additionally, because of their high sugar and starch content, bananas can be used as a natural sweetener in recipes. The banana supply chain involves the production, processing, and distribution of bananas from farmers to end consumers. The process begins with banana farming, where farmers cultivate banana trees and harvest mature bananas. The harvested bananas are then processed, including washing, sorting, and packaging before being transported to distribution centers or retailers. Refrigerated trucks or ships are used during transportation to maintain the quality of the bananas. Finally, the

bananas are sold to end consumers at supermarkets, grocery stores, or fruit stands. Efficient management of the supply chain is essential to ensure the quality and affordability of bananas, and technology is often used to optimize the process and minimize waste.

RESEARCH METHODOLOGY:

- **Selection of the District:**

There are 75 District and 18 division in Uttar Pradesh state. Out of these Ghazipur district of Uttar Pradesh was selected for the present study on the basis of maximum area under Banana cultivation,

- **Selection of Block:**

There are 16 block in the district. Out of these Mohammadabad was selected purposively for the study.

- **Selection of Villages:**

A complete list of all villages of Mohammadabad block was obtained from the block development office. Thereafter these villages were arranged in ascending order on the basis of area of Banana Cultivation. Thus, out of total villages 5% villages were selected randomly for the present study.

- **Selection of Farmers:**

From the selected village, list of all the banana cultivators was obtained from the block development office in each selected village. Ascending order on the basis of size of their land holding for the selection of cultivators from families was listed and 10% farmers from each village were randomly selected and then these selected farmers were classified into five sizes of groups.

Table 1: Selection of Respondents:

District	Block	Village	Respondents					Total
			Marginal	Small	Semi medium	Medium	Large	
Ghazipur	Mohammadabad	Amarhat	6	4	2	6	3	21
		Bansi	7	6	3	1	2	19
		Bandarpur	8	3	5	2	3	21
		Kadipur	7	6	4	2	2	21

		Lohwa	6	6	2	2	2	18
Total			34	25	16	13	12	100

- **Analytical Tools**

Mean

$$m = \frac{\text{sum of the terms}}{\text{number of terms}}$$

Marketing Efficiency

(Net price received by producer's – Consumer price)

Total marketing cost

Marketing Cost:

Marketing Cost (MC) = ΔTC

ΔQ

Price Spread:

Consumer price paid price – Net price received by producer

RESULTS AND DISCUSSION

**Table 2: Price Spread of Banana In Channel I
Channel 1- Producer – Consumer.**

S.No	Particulars	Rs/Qlts
1	Net price received by producer	3400
2	Cost incurred by the producer	
a	Packing cost	10
b	Packing material cost	11
c	Miscellaneous charges	10
3	Total marketing cost	31
4	Sale price of producer/Purchase price of Consumer	3431
	Price spread	31
	Producer's share in consumer rupee	100.49%

Table 2: In channel 1 the net price received by producer is Rs 3400 and the cost incurred by producer in marketing of banana is Rs 31, Sale price of Banana from producer to consumer is Rs 3431/quintal. The price spread seen in channel 1 is Rs 31.

Table 3: PRICESPREADOFBANANA INCHANNEL II
CHANNEL 2:PRODUCER→COMMISSION AGENT →WHOLESALE→RETAILER→CONSUMER

S.No	Particulars	Rs/Qtls
1	Netpriceceivedbyproducer	3400
2	Costincurredbytheproducer	
a	Packingcost	10
b	Packingmaterialcost	10
c	Transportationcost	10
d	Loadingandunloadingcharges	20
e	Miscellaneouscharges	30
3	Marketingcost	80
4	Salepriceofproducer/PurchasepriceofCommissionagent	3480
5	CostincurredbytheCommissionagent	
a	Loading,Unloadingandrepackingcost	30
b	Spoilageandlosses	20
6	Marketingcost	50
	Marginofcommissionagent	125
7	SalepriceofCommissionagent/purchasepriceofwholesaler	3655
8	Costincurredbythewholesaler	
a	Loadingandunloadingandrepackingcharges	20
b	Gradingandsortingcharges	20
c	Spoilageandlosses	30
9	Marketingcost	70
10	Marginofwholesaler	150
	SalepriceofWholesaler/Purchasepriceofretailer	3875
	LoadingandunloadingCharges	20
	Carriageuptoshop	15
	Miscellaneouscharges	20
	Spoilageandlosses	30
	Marketingcost	85
	MarginofRetailer	300
11	Salepriceofretailer/Purchasepriceofconsumer	4260
	TotalMarketingcost	285
	Netmargin	575
	PriceSpread	860
	Producer'sshareinconsumerrupee	79.81%

Table 3: In channel 2 the net price received by producer in selling of 1 quintal of banana is Rs 3400. The marketing cost incurred by producer in marketing of 1 quintal banana is Rs 80. Sale price of 1 quintal of banana to commission agent is Rs 3480, the marketing cost incurred by

commission agent in marketing of 1 quintal of banana is Rs 50, the profit margin of commission agent is Rs. 125, Sale price of 1 quintal of banana from commission agent to wholesaler is Rs. 3655, the marketing price incurred by wholesaler in marketing of 1 quintal of banana is Rs. 70. The profit margin of wholesaler is Rs 150. Sale price of wholesaler price to retailer is Rs 3875, marketing cost incurred by retailer in marketing of 1 is Rs 85, the margin of retailer is Rs 300. Sale price of banana from retailer to consumer is Rs 4260. The total marketing cost is Rs 285. The price spread seen in channel 2 is Rs 860.

**Table 4: PRICES SPREAD OF BANANA IN CHANNEL III
CHANNEL 3: PRODUCER → COMMISSION AGENT → RETAILER → CONSUMER.**

S.No	Particulars	Rs/Qlts
1	Net price received by producer	3500
2	Cost incurred by the producer	
a	Packing cost	10
b	Packing material cost	10
c	Transportation cost	15
d	Loading and unloading charges	20
e	Miscellaneous charges	20
3	Marketing cost	75
4	Sale price of producer/Purchase price of Commission agent	3575
5	Cost incurred by the Commission agent	
a	Loading, Unloading and repacking cost	30
b	Spoilage and losses	30
6	Marketing cost	60
	Margin of Commission agent	150
7	Sale price of commission agent/purchase price of retailer	3785
	Loading and unloading Charges	20
	Carriage up to shop	25
	Grading and sorting charges	20
	Miscellaneous charges	20
	Spoilage and losses	60
8	Marketing cost	145
9	Margin of retailer	325
10	Sale price of retailer/purchase price of consumer	4255
	Total Marketing cost	280
	Net margin	475
	Price Spread	755

	Producer's share in consumer rupee	82.25%
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Table 4: In channel 3 the net price received by producer in selling of 1 quintal of banana is Rs 3500. The marketing cost incurred by producer in marketing of 1 quintal banana is Rs 75. Sale price of 1 quintal of banana to commission agent is Rs 3575, the marketing cost incurred by commission agent in marketing of 1 quintal of banana is Rs 60, the profit margin of commission agent is Rs. 150, Sale price of 1 quintal of banana from commission agent to retailer is Rs. 3785, the marketing price incurred by retailer in marketing of 1 quintal of banana is Rs.145. The profit margin of retailer is Rs325. Sale price of banana from retailer to consumer is Rs 4255. The total marketing cost is Rs 280. The price spread seen in channel 2 is Rs 755.

Table5:MarketingEfficiencyOfBananaInDifferentMarketing Channels.

Particulars	Units	Channel- I	Channel-II	Channel - III
Consumer purchase price	PerQu intal	3881	4380	4318
Total marketing price		31	980	818
Total net margin of intermediaries		-	505	410
Net price received market intermediaries		3800	3400	3500
Marketing efficiency by Conventional method		0	3.017	2.69

Table 5: reveals about the marketing efficiency of different marketing channels in which marketing efficiency of channel I by conventional method is 0, marketing efficiency of channel II is 3.017 and marketing efficiency of channel III is 2.69. The total marketing price was high in channel III in comparison of other channels. The maximum net price received by the farmers is high in channel I. The maximum net margin received by market intermediaries is highest in Channel III i.e., 575.

CONCLUSION:

The supply chain for food products is of great importance both for the overall economic sector of food products and for agriculture and rural areas. Methods or technologies must be identified and applied to create value for farmers. This also benefits consumers since they want high quality bananas and chemical-free bananas. Banana industry must consider various aspects of production as importers or importing countries are currently asking for high quality bananas that are also free of any chemical residue.

From the analysis, it is clear that the present marketing system for Banana had not been an efficient one. Lack of organization, inadequate transport facilities, heavy commission charges and many other problems faced by growers had made this very obvious. If the measures suggested were adopted by the policy makers, the government and the farmers, it might be hoped that the future of Banana marketing and the economic conditions of both producers and traders would flourish. To conclude, it could be said that by framing the proper regulations for Banana marketing and by providing adequate institutional credit, the performance and efficiency of Banana marketing in the Malda district could be improved.

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