

# Training Module No 1 Theory

1. Goat Agribusiness Project Overview



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## **Overview of GAP project**

- 1. The project
- 2. The opportunity
- 3. The demand for goats
- 4. The GAP project
- 5. Commercialisation at scale
- 6. 5 interventions
- 7. Other value chain ideas
- 8. Extension ideas

### **Project aims**

- Strengthening rural value chains around livestock working with Department of Agriculture and Livestock Associations
- Commercialising indigenous goats in KZN
- Working with rural African women goat owners in their homes
- Working with the rural youth setting up microbusinesses
- Supporting research in African livestock systems
- Creating materials for use by governmental staff
- 5-year project started in 2016
- Partnership between NGOs and two government departments
- Covers 5 districts in KZN
- Focuses on:
  - Rural areas
  - Women farmers
  - Youth
  - Goats
  - Research





## **GAP** Objectives

- A joint project between the Department of Agriculture and Rural Development and two NGOs, Mdukatshani and HPSA
- To improve productivity of goats in community areas, leading to commercialisation of 7 000 women farmers
- To create micro-businesses with local youth to support farmers
- Piloted in 5 municipalities

#### An example:

A widowed female farmer in Msinga, MaNdlovu, had 20 goats and grew them to over 180 in 4 years, excluding the sale of 50 goats during that time. The kraal cost R3 000 to build and on the face of it, she gained R180 000.

## Where are the goats going?

- KZN had 172 000 human births (in 2013). This would require a total of 400 000 goats.
- KZN had 84 000 deaths. This would require approximately 214 000 goats.
- There were 3 500 customary marriages. This would require 42 000 goats.
- This excludes traditional fines, coming of age ceremonies, sales for school fees, acquiring a job, passing matric or varsity. This would add another 200 000 goats?







## What are we importing?

- Farmers have goats, yet we are bringing in 1 million from other provinces and countries.
- The KZN herd is estimated at over 2 million goats, which at their current productivity would add 600 000 more annually at existing low productivity rates.
- No-one has any idea of the current status of sales in SA.
- So 1.6 million goats are being 'used' every year in KZN.
- There is currently unlimited demand as we have been approached by Saudi Arabia, India and China for goat exports.

### The solution to this need

- GAP aims to increase productivity in these African homes across the province, which will lead to more goats being available for sale.
- The current productivity problems have been identified as kid deaths and abortions caused by hunger.
- The project is initiating interventions towards these challenges.





## Five examples of intervention points:

#### 1. Supplemental feeding – enclosures

- Kids often die in the first three months. This is generally related to stress around hunger, so keeping kids alive is a priority.
- Pregnant ewes abort when there are nutrition problems.
- Intervention is to feed kids from three weeks old for 2 hours a day.



#### 2. Supplemental feeding – blocks

- High energy blocks at a price and size that works for farmers.
- No urea so not poisonous to goats or other homestead animals.
- Blocks are made by hand with the five ingredients pictured below and set in a modified block machine.
- These are sold to farmers at R15 per block (blocks are 1kg). Profit margin is 20%.





#### 3. Supplemental feeding – Stover

- Blocks cannot be fed on their own

   roughage is needed to complete
   supplementation.
- Almost any home grown plant leftovers can be used. These are processed through a hammer mill and mixed with Lucerne together with the block and fed to kids.
- This reduces mortality by 60 percent.
- Fed to pregnant females, this reduces abortions.

#### 4. Goat dips

- These are cheap to make the price per goat is low.
- It is easy to teach goats to be dipped.
- Dipping reduces mange and ticks.
- Dipping is quick 2 000 goats per hour.
- Children can help to herd goats to the dip.
- Each goat has to be caught individually and thrown into the dip.

#### 5. Auctions

- The GAP project sees auctions as a way to set prices.
- Auctions also create awareness of the project.
- Auctions trigger smaller, more regular markets.
- Auctions are held biannually in project areas, with attendance numbers between 120 and 2 000 per auction.
- These auctions have generated R7 million so far.







## Other value adding options for indigenous goats

- 1. CAHWS
- 2. Leather tanning
- 3. Crafts
- 4. Traditional attire
- 5. Monthly sales
- 6. Cold chain
- 7. Agrihubs
- 8. Meat products





## CAHWs (Community Animal Health Workers)

- Local young educated youth trained and kitted out with vet kit.
- They are set up as small businesses and weaned off inputs.
- Theyy help to fix diseases and conditions cheaply and locally.











#### **Agrivet shops**

Medicine, feed and supplies at local level with assured supply and quality. They link services to create a critical mass of animal types serviced and offer services like stover and blocks, and auctions.





#### **Cold chain support**

- Assuring medicines and especially vaccines reach the animal while they are still working.
- Fridges are exclusively used and checked by vet companies and vet technicians and promoted by the livestock association.

#### Skins processing – traditional and modern

- Many skins go unused or are wasted in over 1 million sacrifices per annum.
- Set up skinning and unprocessed goat skin sellers.
- Make better traditional and modern goat skin products complimenting the quality of goat skins.



#### **Other Markets**

- Start auctions and speculator sales monthly at pension days, built around Traditional courts (safety, security and scrutiny against stock theft).
- Quarterly district-wide stock sales to absorb excess and set prices.
- Specific to buyers' interests at that time breeders' market, meat market, Eid market, etc.



#### Meat

- 2018 meat prices: Beef: R41/kg; Mutton: R60/kg. An adult goat of 40kg would yield 16kg meat (40% dressing percentage). At mutton prices (R60/kg) you would get R960 worth of meat from this goat.
- 2017 price for a 40kg live goat: R1 400. You'd have to pay R90 a kilogram for this goat meat, or lose R440 per goat at expensive mutton prices.



