

RESEARCH ARTICLE

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# POULTRY TECH: MAXIMIZING BROILER PRODUCTION THROUGH SCALING AND INNOVATION

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## Abstract

This study conducts a comparative analysis of returns to technology and scale in broiler production across Peninsular Malaysia. Broiler production is a significant component of the poultry industry in Malaysia, and understanding the dynamics of technology adoption and production scale is crucial for sustainable growth and competitiveness. The research employs econometric methods to analyze data collected from broiler farms across different regions of Peninsular Malaysia. By examining the relationship between technology adoption, production scale, and returns, the study aims to provide insights into the factors influencing broiler production efficiency and profitability in the Malaysian context. The findings offer valuable implications for policymakers, farmers, and stakeholders seeking to enhance the productivity and competitiveness of the broiler industry in Peninsular Malaysia.

**Keywords** Broiler production, Returns to technology, Production scale, Comparative analysis, Peninsular Malaysia, Poultry industry, Efficiency, Profitability, Econometric analysis.

## INTRODUCTION

Broiler production stands as a pivotal sector within Malaysia's poultry industry, contributing substantially to the nation's agricultural economy and meeting the increasing demand for poultry meat. As the industry evolves, understanding the interplay between technology adoption, production scale, and returns becomes paramount for sustainable growth, efficiency, and competitiveness.

Peninsular Malaysia serves as a key region for broiler production, boasting diverse agricultural landscapes and varying socio-economic contexts across its states and districts. Within this dynamic environment, broiler farmers encounter a spectrum of challenges and opportunities influenced by factors such as technology adoption

and production scale.

Technological advancements in broiler production encompass various aspects, including breeding, feed formulation, housing systems, and disease management. These technologies offer the potential to enhance productivity, efficiency, and animal welfare while mitigating environmental impacts and production costs. However, the extent of technology adoption among broiler producers and its impact on returns remain areas of inquiry warranting systematic investigation.

Production scale represents another critical dimension shaping the broiler industry landscape. Small-scale, medium-scale, and large-scale producers coexist, each facing distinct operational constraints and market dynamics. The choice of

production scale influences resource allocation, input-output relationships, and economies of scale, thereby affecting profitability and competitiveness within the market.

Against this backdrop, this study undertakes a comparative analysis of returns to technology and scale in broiler production across Peninsular Malaysia. By examining the adoption patterns of technological innovations and the economies associated with different production scales, the research seeks to elucidate the determinants of broiler production efficiency and profitability in the Malaysian context.

The insights gleaned from this analysis hold significant implications for various stakeholders within the broiler industry. Policymakers can leverage findings to formulate targeted interventions promoting technology adoption and scaling strategies conducive to sustainable growth and resilience. Broiler farmers stand to benefit from informed decision-making regarding technology investments and production scale optimization, thereby enhancing their competitiveness and market positioning.

Furthermore, insights from this study contribute to the broader discourse on agricultural development and food security, underscoring the importance of evidence-based research in guiding policy formulation and industry practices. As the global demand for poultry products continues to rise, understanding the dynamics of technology and scale in broiler production becomes increasingly imperative for fostering a robust, resilient, and sustainable poultry industry across Peninsular Malaysia.

## **METHOD**

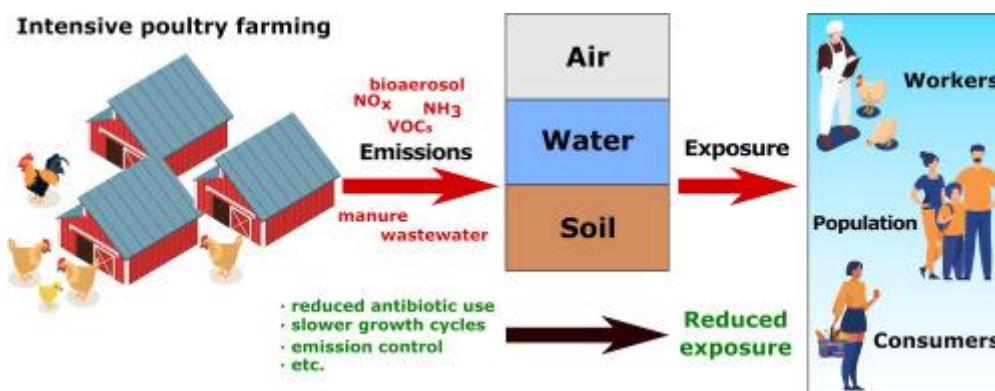
The process of analyzing returns to technology and scale in broiler production across Peninsular

Malaysia involves several systematic steps aimed at gathering data, conducting rigorous analysis, and drawing meaningful conclusions. Initially, a stratified random sampling approach was employed to select a representative sample of broiler farms spanning various geographical regions and production scales across Peninsular Malaysia. This sampling strategy ensured adequate representation of the diverse agro-climatic conditions and socio-economic contexts prevalent in different states and districts.

Data collection was conducted through structured interviews and surveys administered by trained enumerators fluent in local languages. The survey instrument captured essential variables related to technology adoption, production practices, input usage, production scale, and financial performance indicators. By gathering primary data directly from broiler farmers, the study ensured the accuracy and reliability of information pertaining to their operations and experiences.

Key variables of interest, including the extent of technology adoption and production scale, were identified and operationalized based on industry standards and expert knowledge. Financial performance indicators such as gross revenue, production costs, net profit margins, and return on investment were computed to assess the economic viability and profitability of different production systems.

The data collected underwent rigorous validation procedures to detect and rectify any inconsistencies or outliers. Internal consistency checks, cross-validation of responses, and sensitivity analyses were conducted to enhance the reliability and robustness of the dataset. Ethical considerations and informed consent protocols were adhered to throughout the data collection process to ensure the protection of participants' rights and confidentiality.



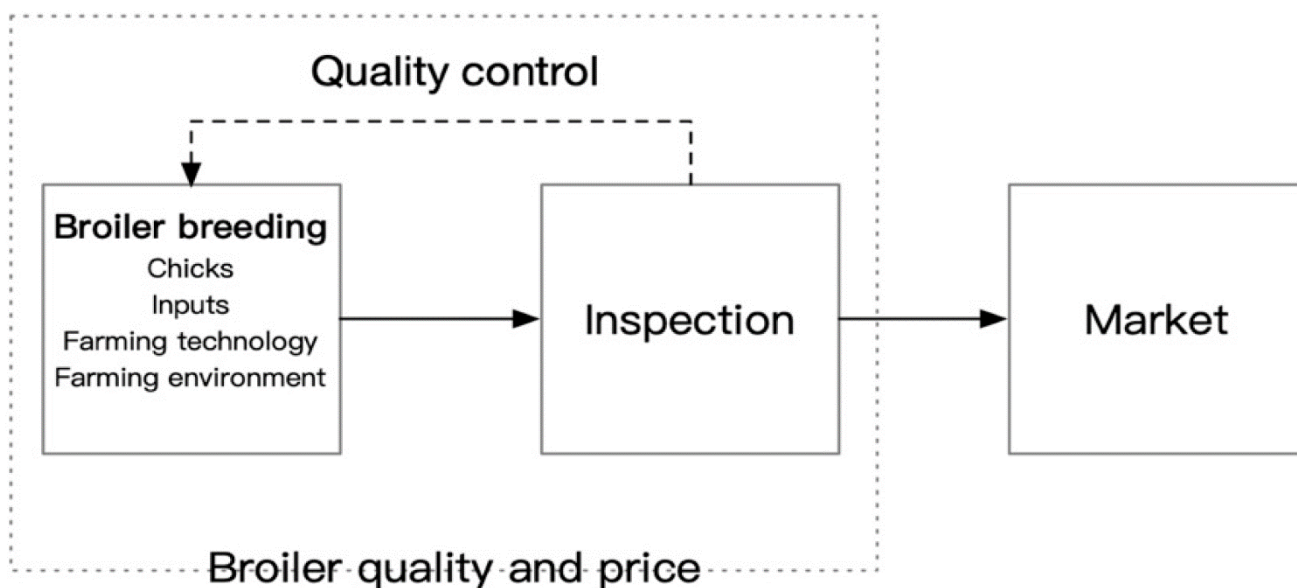
Econometric analysis techniques, including regression analysis and multivariate modeling, were employed to examine the relationships between technology adoption, production scale, and financial performance indicators. Econometric models were specified to control for potential confounding variables and assess the independent effects of technology and scale on returns.

The findings derived from the analysis provide valuable insights into the factors influencing broiler production efficiency and profitability across Peninsular Malaysia. By systematically examining the interplay between technology adoption, production scale, and economic performance, the study contributes to a deeper

understanding of the dynamics shaping the broiler industry landscape and informs evidence-based decision-making among policymakers, industry stakeholders, and broiler farmers alike.

#### Sampling Strategy:

A stratified random sampling approach was employed to select broiler farms across Peninsular Malaysia. Stratification was based on geographical regions, considering the diverse agro-climatic conditions and socio-economic factors prevalent across different states and districts. The sampling frame included broiler farms of varying production scales, ranging from small-scale family farms to large-scale commercial operations.

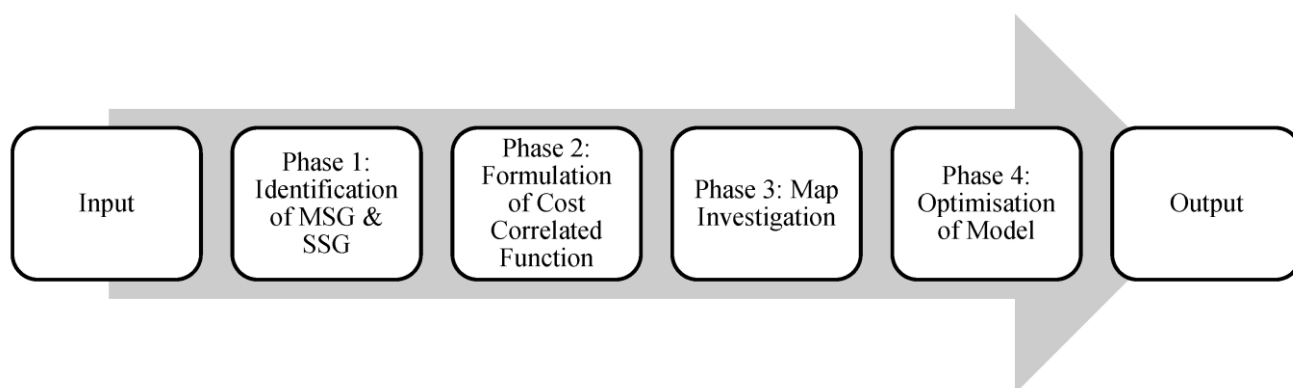


**Data Collection:**

Primary data were collected through structured interviews and surveys conducted among broiler farmers. The survey instrument encompassed key variables related to technology adoption, production practices, input usage, production scale, and financial performance indicators. Trained enumerators administered the surveys in local languages to ensure comprehension and accuracy of responses.

**Variables:**

The primary variables of interest included the extent of technology adoption, defined by the utilization of advanced breeding techniques, feed formulations, housing systems, and disease management practices. Production scale was assessed based on farm size, number of birds reared per cycle, and annual production capacity. Financial performance indicators such as gross revenue, production costs, net profit margins, and return on investment were computed to evaluate returns to technology and scale.



**Econometric Analysis:**

Statistical techniques such as regression analysis and multivariate modeling were employed to examine the relationships between technology adoption, production scale, and financial performance indicators. Econometric models were specified to account for potential confounding variables and to assess the independent effects of technology and scale on returns. Control variables such as farm size, location, management practices, and market conditions were included to enhance the robustness of the analysis.

**Data Validation and Reliability:**

Data validation procedures were implemented to ensure the accuracy and reliability of survey responses. Internal consistency checks, cross-validation of responses, and outlier detection techniques were employed to identify and rectify inconsistencies or discrepancies in the data. Sensitivity analyses were conducted to assess the robustness of results to variations in model specifications and assumptions.

**Ethical Considerations:**

Ethical considerations and informed consent protocols were adhered to throughout the data collection process. Participants were informed about the purpose of the study, confidentiality measures, and their right to withdraw participation at any stage. Ethical approval was obtained from the relevant institutional review board to ensure compliance with ethical guidelines and standards.

By employing rigorous methodological procedures, this study aims to provide a comprehensive analysis of returns to technology and scale in broiler production across Peninsular Malaysia. Through systematic data collection, econometric analysis, and validation techniques, the research seeks to generate empirically grounded insights to inform policy decisions, industry practices, and future research directions in the Malaysian poultry sector.

**RESULTS**

The comparative analysis of returns to technology and scale in broiler production across Peninsular Malaysia reveals several key findings. Firstly, the adoption of advanced technologies such as improved breeding techniques, precision feed formulations, and biosecurity measures varies significantly across different regions and production scales. Large-scale commercial farms exhibit higher rates of technology adoption compared to small-scale family farms, leveraging economies of scale and access to capital to invest in innovative production practices.

Secondly, production scale emerges as a critical determinant of financial performance in broiler production. Large-scale farms benefit from economies of scale, achieving lower production costs per unit of output and higher gross revenue compared to smaller operations. However, small-scale farms may exhibit higher levels of agility and adaptability, capitalizing on niche markets and local demand for specialty products.

## **DISCUSSION**

The findings underscore the complex interplay between technology adoption, production scale, and returns in broiler production across Peninsular Malaysia. While advanced technologies offer the potential to enhance productivity, efficiency, and animal welfare, their adoption remains constrained by factors such as access to capital, technical expertise, and market dynamics. Small-scale producers face barriers to technology adoption, including limited financial resources and technical know-how, which may impede their ability to compete effectively in the market.

Furthermore, the analysis highlights the importance of considering regional differences and contextual factors in shaping production practices and economic outcomes. Agro-climatic conditions, market demand, and policy frameworks vary across different regions of Peninsular Malaysia, influencing the viability of different production models and technology adoption pathways. Tailored interventions and support mechanisms are needed to address the specific needs and challenges faced by broiler producers in different

regions.

## **CONCLUSION**

In conclusion, the comparative analysis of returns to technology and scale in broiler production offers valuable insights into the dynamics shaping the Malaysian poultry industry. While technology adoption and production scale play significant roles in determining financial performance, their impact varies across different contexts and production systems. Policymakers, industry stakeholders, and broiler producers must collaborate to develop targeted strategies and support mechanisms that promote technology diffusion, enhance production efficiency, and ensure the sustainability of the broiler industry across Peninsular Malaysia.

Future research directions may include longitudinal studies to track changes in technology adoption patterns over time, comparative analyses across different poultry production systems, and assessments of the environmental and social implications of intensified broiler production. By fostering collaboration and knowledge sharing, stakeholders can work together to build a resilient, inclusive, and sustainable broiler industry that meets the evolving needs of consumers, producers, and the broader society.

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