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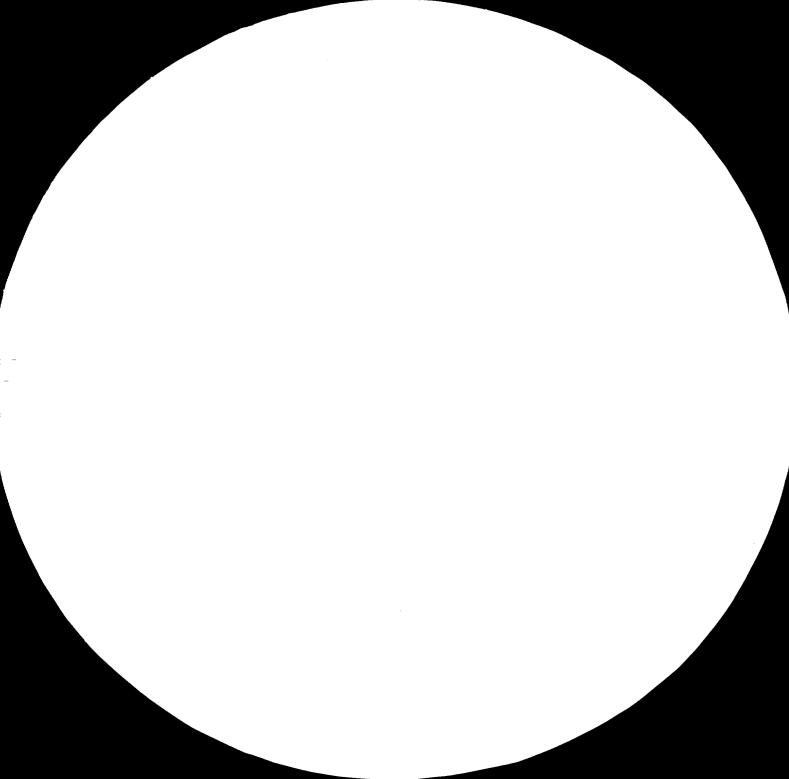
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TECHNICAL EVALUATION OF LOW POWER TRACTORS IN KENYA

US/KEN/78/268 REPUBLIC OF KENYA .

Technical report: Preliminary analysis of possible local manufacture of low power tractors in Kenya*

Prepared for the Government of the Republic of Kenya by the United Nations Industrial Development Organization

Based on the work of D. Bordet of the Centre d'Etudes et d'Expérimentation du Machinisme Agricole Tropical (CEEMAT) under UNIDO subcontract No. 30/40 to CEEMAT

* The views expressed in this paper are those of the author and do not necessarily reflect the views of the secretariat of UNIDO.

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FOREWORD

This report is made of two different parts, the first being a study of the market for small tractors, the second being a first approach of the manufacturing capacities in Kenya, with a definition of a tractor suitable to Kenyan conditions.

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★ 1st Part : AN APPROACH OF THE SMALL TRACTORS POTENTIAL MARKET IN KENYA.

• Introduction.

- ☆ In studying the aspects of manufacture of small tractors in Kenya, many interlocutors, industrial managers or governement officers, who showed an interest in promoting this kind of manufacture, emphasized the necessity of a survey to evaluate the number of tractors that could possibly be sold every year. Without this evaluation, no one dared to take the risk of launching a project of manufacture which might appear unsuccessfull.
- ☆ Some market surveys are available but usually with very general considerations and the figure they give for a potential market is usually over-estimated. This is why we propose a study which takes into account the real capacity of Kenyan farmers to afford technically and financially the purchase and use of small tractors.
- ☆ In this study we shall not refer to markets in bordering countries because :
 - we have very few relevant data on the farming systems in these countries
 - the possibilities of exportation from Kenya towards these countries of any manufactured goods are limited by geophysical or political causes. Though Kenya is favourably situated between countries with good agricultural potentialities, it seems to be untimely to think about a tractor manufacturing plant located in Kenya and exporting to these countries.

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1. The present market of small tractors in Kenya.

The total number of tractor sales recorded by the "Motor Trade and Allied Industries Association", which includes most of the tractor dealers in Kenya, is of 1116 trac-tors for 1981. Out of these, only 217 were less than 50 horsepower tractors. We estimate that in the range of 15 to 30 hp, which we are interested in, about 40 tractors only, or even less, have been sold. Out of these 40 tractors, some are conventional but low-powered tractors, most of which have been sold for horticultural or gardening purpose, and some are simplified tractors the design of which can cope with the needs of small farmers. But anyway very few of these tractors have been sold to farmers. Therefore, we can see that there is virtually no existing market for small tractors in Kenya, though at lesat four companies have been proposing to the customers different models for the last three years. The only actual - and small-market concerns only conventional tractors, due to the existence of the large farms sector and the tractor contractors who buy new or second-hand tractors.

But there might be, among small and average size farmers, a potential market for small tractors, which has not yet been explored by the distribution networks of the different companies which are present on the market.

2. An estimate of the small tractors potential market.

CEEMAT has been studying a few project of motorization in some West African Countries, where about 300 small tractors have been distributed or purchased by farmers. In these experiences, it has been ascertained that to be able to afford economically as well as technically the use of a small tractor, a farmer and his farm had to answer the 3 following conditions :

- O His annual net income must be higher than an equivalent of 40 000 kenyan shillings
- The area under cultivation (or planted) in his farm must be superior to 20 hectares
- Or The farmer must own at least two pairs of oxen and two ploughs;

Explanation of these criteria :

O This minimum of 40 000/= is the annual fixed costs and operating costs of the tractor, calculated on a basis of a 5 year period of depreciation (see annex 2), supposing that the farmer would invest his whole net income in the tractor

.../...

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- A minimum cultivated acreage of 20 ha is a guarantee that the tractor will cope with the work requirement of the farm, and also that the farm can yield a minimum cashable produce
- O The owning of an important ox-drawn equipment and oxen shows the existence on the farm of a power constraints as well as a technical knowledge of the farmer favouring his access to more sophisticated forms of mechani tion. (But we do not consider_ that, in Kenya, the development of small tractors should be supported by the class of farmers well equipped with ox-drawn equipment; this could be a way of jeopardizing the efforts in developing oxdrawn cultivation).

Let us try to apply these criteria to Kenya :

The number of kenyan farmers earning more than 40 000 shillings is difficult to evaluate and there is few accurate information about that.

In 1980 the CBS, Central Bureau of Statistics estimated that the number of farms covering more than 20 ha and less than 100 ha - we assume that, over 100 ha, a farmer would prefer a conventional tractor - was 906^{*}, without differenciating cultivated or planted acreage and not cultivated and not planted acreage in these farms.

On the other hand, A.M.T.U. and C.B.S. enumerated in 1981^{**} about 4100 farmers owning more than two ploughs and two pairs of oxen (see annex 1).

Therefore, the most realistic evaluation of the small tractor potential market would be of less than one thousand tractors. It means that if the tractors were to be manufactured in Kenya, the average yearly production would be less than 200 hundred tractors, 5 years being the average life of a tractor.

* Source : Statistical abstract, 1981, CBS

** Source : National Farm Power Ownership Survey, Agricultural Economics Unit, AMTU, CBS data.

.../...

3. Discussion.

3.1. Small tractors for contracting

The question "why not to include in the small tractors potential market the private owners, not necessarily farmers, who would use their tractor on a hiring or contracting basis, like already some contractors with conventional tractors do ?" needs to be discussed.

The comparison of the cost of ploughing with small tractors and conventional tractors (annex 2 and 3) does not let appear an important difference between the two forms of mechanization : the small tractor ploughing cost varies between 350 and 600 K.Sh./per hectare and the conventional tr. ploughing varies around 500 K.Sh. per ha.

Compared to the present price of ploughing usually charged by private contractors (375 to 675 K.Sh. in ol Kalau area, 400 K.Sh. according to the C.D.M.U. of the Ministry of Agriculture) we can see that, the cost being almost equal to the return, there is vitually no profit for contractors.

The reason why there still exist some private contractors working in Kenya is that most of them work with second-hand conventional tractors for which they do not have to pay a great cost of depreciation.

The second-hand market offers conventional tractors at a price which is lower than the price of a new small tractor. For instance, the following prices have been recorded in march 1982 in Nakuru :

FORD	3600	(42	hp),	1975	:	50,000 K.Sh.
FIAT	850	(85	hp),	1976	:	50,000 K.Sh.
FORD	7000			1974	:	75,000 K.Sh.
FIAT	850	(85	hp),	1978	:	68,000 K.Sh.
I.H.	824	(69	hp),	1971	:	28,000 K.Sh.

The annex 4 shows the cost breakdown for a second-hand tractor bought at 65,000 K.Sh. For these tractors the ploughing cost of one hectare is 310 K.Sh., which is much better than for a small tractor, and allows making a profit with the above-mentioned contract ploughing charges.

Moreover the rate of work of a conventional tractor is twice to three time better than the small tractor one, allowing a better profit per hour for the entrepreneur.

This is the reason why we do not consider the group of the ploughing contractors to be a potential market for small tractors.

.../...

3.2. The association of small farmers and the credit facilities for tractor purchase

The grouping of small farmers for the purchase of a tractor could allow the access to that kind of mechanization to a larger number of farmers than the one we have recorded. But this kind of association seems to be unrealistic, for both sociological and institutional reasons, as the institutions do not provide any incentive support for it. The Agricultural Finance Corporation provides credit only for individuals and the Kenya Farmers Association, major supplier of agricultural equipment to Kenyan farmers does not offer special conditions for grouped purchases of a tractor.

The access to loans given by AFC for agricultural machinery is very difficult due to the problems AFC meets in being repaid - the amount of arrears for tractor loans was 665,000 shillings in March 1981.

The conditions required to obtain a loan are :

- O minimum size of 40 hectares
- O 25 % of the tractor new value as loan payment
- O 5 years at 12 % rate of interest
- O ownership title deeds superior to the price of the loan.

And the AFC loan is the cheapest : a bank asks for 50 % down payment, 14 % rate of interest on $1^{1}/2$ years.

As a result, in 1981, only 101 tractors loans have been approved by AFC, for the whole of Kenya.

Therefore, we cannot expect the market for small tractors to be enlarged if new credit schemes are not set up to help small farmers to buy expensive agricultural equipment. But in the present state of the repayments it is not very probable that the financing institutions will take this risk.

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★ <u>2nd Part</u>: <u>THE CHARACTERISTICS OF A SMALL TRACTOR</u> SUITABLE TO KENYAN CONDITIONS.

Introduction.

- ★ The suitability of a small tractor to Kenyan conditions can be analysed from two different points of view :
 - -the tractor must meet the needs of the farmer, his work requirements on the farm, and it must also cope with the repair and maintenance facilities in the rural areas.
 - the tractor must suit the technical capacities of the local manufacturers of agricultural machinery with a view to a possible local assembly or a partial local manufacture.
- ☆ The criteria of suitability which have been choosen in this report are the result of the expert's work in Kenya but also of the Agricultural Equipment Improvement Project (F.A.O.) experience and of the experience of C.E.E.M.A.T. in tropical countries.

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- 1. The needs of Kenyan small farmers.
- ☆ The tractor should be able to cope with the major constraints to farming activities which have been identified. The first constraint experienced by the farmers is ploughing, another one is transportation.

Ploughing is made mostly during the dry season when the soil is hard, difficult to penetrate and till; without talking about the design of the plough, the tractor ... must offer a good balance and a good pulling capacity, i.e. enough adherence and power at the driving wheels.

For transport as well as for any other operation (harrowing, planting, weeding, stationnary work...) the tractor design must also enable the linkage of the implements available in Kenya.

- ☆ Considering that the small tractor should be used by farmers who have not yet got - or only few of them any experience of motorization, this tractor should offer some characteristics of simplicity :
 - simplicity of use and driving
 - simplicity of design in order to decrease the risk of breakage and to facilitate any repair and maintenance operation, i.e. easy access, easy dismounting of any part to enable repairs in areas which are remote from the repairing workshop, or bring them to the workshop.
- ☆ And a simple design is also a guarantee of low manufacture cost and purchase price.

2. The existing manufacturing facilities.

A simple design is also the main feature required from a small tractor in view of local assembly or manufacture, in order to cope with the level of technology of the Kenyan manufacturers.

In the field of agricultural machinerv the existing production in Kenya can be specified as follows :

△ hand tools or ox-drawn equipment manufacture for which Kenya is almost self-sufficient and can even export (to Uganda). The main problems of this manufacture are the poor quality of the steel, locally produced, and the ineffective control of the import of hand and ox-drawn tools (cf. The local manufacture and distribution of hand and ox drawn farm tools, S. POLLARD, A.M.T.U. 1981)

.../...

- △ Heavy sheet-iron work or metallic construction for some agro-industrial projects (pipes, valves, tanks, silos, rollers...)
- △ Tractor, engine, gearbox or any other itan assembly. This activity is more a typical importer's activity than a manufacturer's one. The rate of import taxes being 30 % for CKD equipment and 65 % for built up units, most of the importers prefer to import CKD kits. But, considering the tractor assembly, only the few importers who sell a sufficient number of tractors, say more than 100 a year, i.e. only ⇒ or 6 importers out of a total of 26, have afforded to set up an assembly plant. In fact these assembly plants do more PKD kits assembly than C.K.D.
- Δ Manufacture of tractor implements and stationnary, engine or p.t.o. driven equipment (ploughing and tilling equipment, planters, trailers, rotary mowers, hammer mills...).

This manufacture mainly consists of cutting, welding, sheet iron work, simple machine tooling - lathing, grindirg, slotting, drilling - and painting. Some of the manufacturers are equipped with a small foundry producing low quality grey cast iron, only small parts for non heavy duty work. None of them can produce high quality foundry or perform machining of castings, bending, forging. heat treatment or specific machining. Only some mechanical engineering companies, which are not specialized in agricultural machinery, can perform some of these operations but with some manufacturing equipment working on very specific patterns, and to answer a very specific demand (e.g. : Dynamics Engineering Ltd. produces leaf springs_ forming, oil bath heat treatment, tempering _for the truck assembly plants).

Therefore, these agricultural equipment manufacturers mostly do frame building with locally produced mild steel sections (recycled scrap iron) on which they mount imported elements : hardened soil contacting parts, shaves, tines, blades, dircs, bearings, gearbox, rims, hydraulic components. See in Annex 5, the list and prices of the major agricultural equipment manufacturer in Kenya.

In fact most of the manufacturers who have been met emphasized the difficulty for them to go further in the manufacturing process, i.e. to invest in more sophisticated technology and industrial equipment. This can be due to the lack of government policy in that field:

◊ lack of protection of the market for the Kenyan products which allows the penetration of imported goods at cheaper price

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- ◊ lack of quality raw material -hard steel, alloyswhich must be imported costfully, due to the payment of import taxes
- ◊ lack of incentive for the industrial investurents in Kenya (exoneration of taxes).

Nevertheless, it is felt that some manufacturers would be able to develop their activities, as they have the technical knowledge to master new technologies and they seem to have capitals ready for investment.

Apart from the agricultural machinery sector we must mention the Kenya Railways Chief Mechanical Engineer's Workshop's Nairobi, which provide manufacturing facilities which are far above what is existing in Kenya and bordering countries. The foundry can produce more than 2,000 tons of iron, brass or other alloy castings each year, some of these made by shell moulding. The blacksmith shop handles hammering heat forming, punching, shearing and heat treatments. The machine shop provided machining for any size of casting or metal section, lathings boring, surface and cylindrical grindings, shaping, slotting, planning, drilling, milling. The machining cf most of the dies and tools used in these workshops are made by their own toolshop. It is believed that the Railways workshops could go through most of a small tractor manufacturing process including gears cutting and hardening, casings foundry and machining, rims forming, assembly jigs building. Only some parts of the engine should be imported (injection, carburettor, distribution, head cylinder). The Railways workshops are used to answer specific orders for the production of any part from other Kenyan manufacturers; they can also redesign a given element or analyse the quality of a given metal sample in their laboratory.

3. The characteristics of a small tractor suitable to Kenya.

3.1. Engine

 \Diamond The engine should be a diesel engine, with two cylinders to avoid the vibrations damageable to the structures of the tractor.

◊ The engines with a big cylinder capacity and a slow rev. speed (less than 2400 r.p.m.) will have a longer life and a good torque for heavy works.

O The fuel consumption is a very important choice criterion, according to its increasing part in the running costs. A good specific consumption should not be higher than 190g/h hp. at a nominal rev. and full load (diesel engines).

•••/ •••

- at least one oil bath air filter

- fuel filter with changeable cartridge and decantation bowl.

The coolant can be water, with a large enough radiator, or air, with an easy access to the cooling fins for cleaning.

 \Diamond The engine power, measured at the p.t.o. should be over 18 horsepower (13. 2KW) to cope with the loss of power at high altitudes (20 % loss at an altitude of 2000m).

◊ The engine should be started by hand to avoid the use of an electrical system, important source of breakage

3.2. Transmission

A mechanical transmission is the most long lasting type (more than belt transmission) and is more suitable for repair and maintenance than a hydraulic transmission.

 Δ The clutch should be larger than necessary to avoid quick wearing off with unskilled drivers.

 \triangle The gearbox : straight spur gears can easily be made in Kenya and heat treatment can also be made.

A minimum of four forward gears, one reverse should be provided by the gear arrangement.

 Δ The back axle : a differential lock will be necessary if the weight on the driving wheels is relatively low.

The back axle must be able to bare the additionnal weight required for heavy works.

 Δ <u>A single axle</u> is sufficient, provided there is enough adherence on this axle (see size of the wheels, weight).

3.3. Power take off

A power take off is necessary. It should be of a standard type (1 3/8", 540 r.p.m.), centrally mounted, gear driven, and designed so that it can deliver the full power of the engine.

3.4. Linkage, lifting system

The implement attachment should be a three-point linkage, conform to the standard category ISO n°1, as many tractor implements of that kind are already made in Kenya.

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The hydraulics cannot be avoided for the lifting systems. A single effect hydraulic cylinder is the simplest and no depth or draft control system on the hydraulic command is required.

A drawbar or a hook, suitable for hauling a 2 ton trailer is required.

3.5. Chassis

◊ The chassis made of simple straight mild steel sections, locally available, allows the manufacture of small series and avoid the use of expensive castings.

◊ A carriage platform at the front of the tractor, suitable for 500 Kg load, is an asset in rural areas where transport is always needed.

() The wheel track should be of more than 120cm for a minimum stability and the possibility of use of a standard I implement. An adjustable track is also required.

O The ground clearance underneath the axles should not be less than 40cm to allow row-crop cultivation on lately grown crops.

O But a compromise must be realized between ground clearance, height of the gravity centre above the ground and track, to make sure that the tractor can be used safelv in slopy lands.

♦ The wheels must offer an adhesion suitable to the power delivered by the engine as well as a good ground clearance under the reducers and the axle. A minimum size of 10" x 24" is required.

3.6. Weight

The weight on the driving wheels must be sufficient to offer a good adhesion, according to the various conditions of work. A weight of 35 Kg per horsepower on the driving axle is sufficient for light work (planting, weeding...), 60 Kg/hp are required for heavy work (ploughing, harrowing). Additional weights must be made available to adjust the axle weight to the work effected and also to get a good balance of the tractor working (front weights).

Conclusion.

The small tractor market in Kenya is at the moment very low : less than 40 tractors sold per annum. There could be a potential market of about 200 hundred tractors a year if the class of farmers cultivating between 20 and 100 hectares could have an access to small tractor distributing, repairing and maintaining facilities. One could expect an even greater potential market if an ins-:itutional effort was made to provide loans to individuals or groups of farmers, or to replace conventional tractors by small tractors when it is possible. This could be sufficient, from an industrial managing point of view, to justify the setting up of a small tractor assembly plant in Kenya, providing that such assembly plant would be integrated in a larger unit producing some other agricultural implements; in that case some of the operations already performed by some agricultural machinery manufacturers - such as cutting, welding, simple machine tooling, painting - could be applied to the tractor manufacture, using local or imported raw material, thus producing additional value inside Kenya. This could be followed in later stages of the project by the importation of new manufacturing equipment and new technologies in the manufacturing process, since the human and financial capacities to do so seem to be here.

In fact, it appears that i ______ could be implemented in that field if the government does not provide financial assistance to the farmers as well as to the manufacturers and dealers who are ready to take the risk of the manufacture, and if the eventual newly created market was not protected institutionally (restiction of imports, taxes...). But this is obviously a costful policy..... - 13 -

National Farm Power Onwership Survey 1981. C.B.S.

: less than 0,5% or 0,005

• A : % of households owning the item

.B: average number of items per household

.C: % of households owning both one plough and one pair of oxen

.D: % of households owning both two ploughs and two pairs of oxen

District	Total number of	Jembes (hoes)		Ploughs		0xen		Tractors			<u></u>
	household	A	В	A	B	A	В	A	в	с	ם
KILIFI	79350	94	3.7	-	-	-	-	_	-	-	-
KWALE	49550	84	3.4	0.9	0.009	1.2	0.03	_	-	_	-
TAITA-TAVETA	28834	93	3.1	2	0.016	2.4	0.1	-	_	-	-
MACHAKOS	166025	95	2.8	43	0.44	30	0.68	-	-	21.3	1.0
KITUI	83816	91	3.0	31	0.37	14	0.33	-	-	8.7	-
EMBU	45380	68	1.3	11	0.11	18	0.44	-	-	6.0	-
MERU	135371	37	0.7	2	0.03	1.9	0.04	-	-	0.7	-
NYERI	88670	68	1.6	-	-	-	-	-	_	-	-
MURANGA	123657	74	1.6	0.9	-	2.5	0.05	-	-	-	-
. KIRINYAGA	51132	48	0.7	12	0.12	17	0.52	_	-	8.6	0.7
KIAMBU	125978	68	1.1	-	-	-	-	-	-	-	-
NYANDARUA	39106	93	2.8	-	-	- 1	-	-	-	-	-
NAKURU	80940	94	2.7	1.5	0.01	-	-	0.9	0.01	-	-
NANDI	56442	90	2.4	23	0.24	23	0.57	-	-	9.1	-
KERICHO	114894	79	1.8	33	0.34	26	0.65	-	-	15,6	1.2
UASIN GISHU	46516	88	2.5	4.4	0.04	7.9	0.22	0.9	0.01	1.0	
TRANS NZOIA	42463	94	2.7	3.0	0.03	2.6	0.07	1.3	0.01	0.9	-
BARINGO - LAIKIPIA	63037	82	2.3	1.0	0.01	4.3	0.12	-	-	-	-
WEST POKOT - Elgeyo-M.	611 78	93	2.6	6.6	0.07	12	0.21	-	-	1.7	-
S. NYANZA	130739	86	3.1	43	0.43	34	0.94	-	-	21.4	-
KISII	135765	97	3.0	24	0.25	22	0.40	-	-	14.5	-
KISUMU	62540	93	3.4	11	0.13	12	0.35	0.9	0.01	4.9	-
SIAYA	38290	99	2.8	13	0.13	16	0.40	-	-	5.8	-
KAKAMEGA	199344	98	2.7	8.7	0.09	10	0.30	0.8	0.01	4.9	-
BUNGOMA	29130	98	3.0	37	0.37	34	0.83	-	-	22	-
PUSTA	49951	100	2.3	16	0.17	15	0.40	-	-	9.2	-
KAJIADO-NAROZ	58163	70	1.9	5.2	0.05	20_	0.70	-		4.2	-
KENYA	2,273, 784	84	2.4	12.5	0.12	12	2.3	0.31	0.0031	5.86	0.18

. Only 0.31% of kenyan households own a tractor, which gives an estimate number of 7155 tractors operated in Kenya."

. 5.86% of the households, i.e. 133300 households, have one pair

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of exen and one plough, and uses ox drawn-cultivation constantly. 1 11 1 . 1

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ANNEX_2

Small tractor cost breakdown (Kenyan shillings)

Tractor

	per annum	per hour
• Capital repayment		
purchase price : 67 000* - 10% residual value: 6700 to be depreciated : 60 300		
over 5 years, 700 hours per annum	12 060	17.2
. Interest 10% 5 years	3 850	5.5
• Repair and maintenance (100% new value)	12 060	22.4
. License, insurance, housing (3% n.v.)	2 000	1.4
. Fuel (2 litres/hour, 5.29K.Sh./hour)	7 410	10.6
	37 380	53.4
Plough		
• Repayment		
purchase price : 8700 * - 10% residual value: 870 to be depreciated : 7830 5 years, 500 hours/annum	1 570	3.1

• Interest 10% 5 years 500 1. • Repair and maintenance (50% h.r.) 785 1.6 $==2^{2}855$ =5.7 $=40\ 235$ 59.1

Cost of one hour of ploughing : 59.1 K.Sh. / hour Cost of one hectare ploughed, average conditions (6 hours/ha): 355/= difficult conditions(10 hours/ha):591/=

* Source: A.M.T.V. Small tractors invitation for tenders november 1981, average price of the tenders.

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ANNEX_3

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Conventional tractors (80 hp) cost breakdown

 Capital repayment purchase price 190 000* 10% residual value 19 000 to be depreciated 171 000 (5 years, 700 hours/year) Interest 10% rate Repair and maintenance (100% n.v.) License, insurance (3% h.v.) Fuel (125g:hp. hour x 80=10Kg.hour) 10 x 4 sh/Kg 	34 200 10 910 34 200 5 700 28 000	48.9 15.6 48.9 8.1 40.0
 - 10% residual value 19 000 to be depreciated 171 000 (5 years, 700 hours/year) Interest 10% rate Repair and maintenance (100% n.v.) License, insurance (3% h.v.) Fuel (125g:hp. hour x 80=10Kg.hour) 	10 910 34 200 5 700 28 000	15.6 48.9 8.1
 Interest 10% rate Repair and maintenance (100% n.v.) License, insurance (3% h.v.) Fuel (125g:hp. hour x 80=10Kg.hour) 	10 910 34 200 5 700 28 000	15.6 48.9 8.1
 Repair and maintenance (100% n.v.) License, insurance (3% h.v.) Fuel (125g:hp. hour x 80=10Kg.hour) 	34 200 5 700 28 000	48.9 8.1
 License, insurance (3% h.v.) Fuel (125g:hp. hour x 80=10Kg.hour) 	5 700 28 000	8.1
• Fuel (125g:hp. hour x 80=10Kg.hour)	28 000	
		40.0
	112 010	
	113 010	161.5
(5 years 500 hours) . Interest 10%	2 880 920	4.1
• Repayment (16 000* - 10%) $(5 \text{ wears } 500 \text{ hours})$	2 880	4.1
• Interest 10%	920	1.3
• Repair and maintenance (50% n.v.)	1 440	2.1
	=============	
	118 250	168.

* Source: yeld cost prices 1981, Ministry of Agriculture Central Development and Marketing Unit.

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ANNEX_4

Second hand conventional (80 hp) tractor cost breakdown

Tractor

		per	annum	per	hour
•	Capital repayment 65 000, no residual value (5 years, 700 hours/year)	13	000		
•	Interest 10%	4	150		
•	Repair and maintenance (150% n.v.)	19	500		
•	License insurance (3% n.v.)	1	950		
•	Fuel	_28	000		
		66	600	9!	5.1

Plough

• Repayment	2 880	
. Interest	920	
• Repair and maintenance	<u> 1 440 </u>	
	5 240	
	71 840	102.6

Cost of one hour ploughing : 102.6 K.Sh./hour Cost of one hectare ploughed:307.8 K.Sh./hectare - 17 -

ANNEX_5

NDUME LIMITED, GILGIL

PRICE LIST

W,E,F, 15.5.81.

RETAIL PRICES :

Ndume disc plough

1.	2 Furrow disc plough	SHS. 12,600
2.	3 Furrow disc plough	SHS. 16,500
3.	4 Furrow disc plough	SHS. 19,000
4.	5 Furrow disc plough	SHS. 23,500

KIFARU HARROW :

5.	16 x 22"	Disc	trailed	with	screw	lift	operated	wheels	SHS.	34,000
6.	18 x 22"	Disc	trailed	with	screw	lift	operated	wheels	SHS.	36,600
7.	20 x 22"	Disc	trailed	with	screw	lift	operated	wheels	SHS.	38,100
8.	22 x 22"	Disc	trailed	with	screw	lift	operated	wheels	SHS.	39,600
KIFARU HEAVY DUTY :										

9.	16 x 24"	Disc trailed	with screw	lift operated	wheels	SHS.	36,700
10.	18 x 24"	Disc trailed	with screw	lift operated	wheels	SHS.	38,400
11.	20 x 24"	Disc trailed	with screw	lift operated	wheels	SHS.	40,100
12.	22 x 24"	Disc trailed	with screw	lift operated	wheels	SHS.	41,800

NDOVU HARROW :

13.	24 x 22"	Disc trailed	with hydraulic wheels	SHS• 65,300
14.	26 x 22"	Disc trailed	with hydraulic wheels	SHS• 66,700
15.	28 x 22"	Disc trailed	with hydraulic wheels	SHS• 68, 00
16.	30 x 22"	Disc trailed	with hydraulic wheels	SHS• 69,500
17.	24 x 24"	Disc trailed	with hydraulic wheels	SHS• 67,700
18.	26 x 24"	Disc trailed	with hydraulic wheels	SHS• 69,300
19.	28 x 24"	Disc trailed	with hydraulic wheels	SHS• 71,000
20.	30 x 24"	Disc trailed	with hydraulic wheels	SHS• 72,500

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MBO	GO HA	ARRO	W :	:

21.	12 x 22" Disc mounted	SHS.	12 650		
22.	14 x 22" Disc mounted	SHS.	15,500		
23.	16 x 22" Disc mounted	SHS.	16,775		
24.	18 x 22" Disc mounted	SHS.	17,600		
25.	20 x 22" Disc mounted	SHS.	18,700		
26.	22 x 22" Disc mounted	SHS.	21,175		
TRAI	TRAILERS - AGRICULTURAL/GENERAL PURPOSE :				
27.	4 Ton non tipping - body size : ll x 6' x 1.9" Tyre size : l0 x 750 x 16	SHS.	22,000		
28.	3. 4 Ton tipping - body size : $11 \times 6' \times 1.9''$ Tyre size : $10 \times 750 \times 16$ SHS.		25,000		
29.	. 7 Ton non tipping - body size : 14 x 7' x 1,9" Tyre size : 900 x 20 x 12 ply		44,000		
SEED	DRES/PLANTERS :				
30.	9 FT seed drill	SHS.	45,000		
31.	9 FT tooth harrow suitable for above		3,000		
32.	Maize planter manual		900		
GYRC	MOWERS :				
33.	Ndume jungle buster 60"	SHS.	21,000		
34.	Ndume jungle buster 72"	SHS.	23,000		
WEEL	DERS :				
35.	Ndume tractor mounted welder	SHS.	18,000		
36.	Ndume bare shaft we d der		12,000		
37.	Hand shellers		550		
38.	Wanjiko kuni stove	SHS.	2,400		

MILLS :

39.	Dunia hand operated mill	SHS.	900
40.	N.D. 20 mill	SHS.	5,500
41.	N.D. 30 mill	SHS.	11,500
42.	G.M 40 mill	SHS.	12,000

++ The above mill prices are inclusive of sales tax.

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ORGANIZATION_VISITED

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