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Researching Entrepreneurship in Agriculture and Horticulture

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Why researching farm entrepreneurship?

- · Agriculture sector not known for high level of entrepreneurship
- Defining characteristic of farming is the high level of support
 → Subsidies, price support, etc.

However, is it not after all the most typical sector for researching E-ship?

- 1. Strong links between agriculture & entrepreneurship research domains
 - → Primarily small-scale & family owned farms
- 2. Sector's survival & flourish due to entrepreneurial capacities of farmers
 - ightarrow As past characterized by complex chances e.g., chancing policy & consumer demands, growth of vertical integration
- 3. For many farmers high-tech is everyday life
- ightarrow In essence, farms have traditionally been entrepreneurial (Carter 1998).



Reviewing the literature shows

- Heterogeneity among farm entrepreneurship (different strategies & skills of farms)
- → Farm entrepreneurs differ with regard to

Motivations

Resources

The way they learn

Aspirations & goals

Types of products/services

Context

- Three types of farm-based entrepreneurs (Alsos et al. 2003)
- 1. The pluriactive farmer
 - → Farm continuance
- 2. The resource exploiting entrepreneur
 - → Make most out of unique resources
- 3. The portfolio entrepreneur
 - → Exploit new business ideas
- Entrepreneurial skills through practice
- · Resource rich farmers have an advantage



Barriers for farm entrepreneurship

- Farmers themselves (skills, attitudes, ...)
- Narrow Networks
 - Accountants and bank manager
 - Friends & family
 - Government agencies & farmers' unions
- Inconsistent advice
- · Constrained to number of small options e.g.,
 - Tenancy agreements
 - Policies (CAP reforms, national policy)
- Family
- · Decreasing economic returns
- Retailer and supermarket concentration → intensive price competition
- Farm size
- Climate, geographical location
- Technological development



Opportunities for farm entrepreneurship & research

Some barriers can be turned into opportunities

- · Appropriate networking
- Cooperation with other actors (in the value chain, other farmers)
- Closer connection with the market & customer
- Family
 - → New ideas often recognized and exploit during transitional periods
 - \rightarrow Young generation is more open to new things
- Education

Springboard for further research

- Study successful farm entrepreneurship
 - → What makes entrepreneurial activity successful?
- · Yet, no full understanding of famers realistic capacities
 - → Requires an appreciation of the constrains that farms might face
 - ightarrow Need to understand underlying processes/ critical capabilities



Thank you for listening!