

International Journal of Research Publication and Reviews

Journal homepage: www.ijrpr.com ISSN 2582-7421

Investigating the level of application of Islamic Perspective in the Production and Marketing of Agricultural Products in Nigeria

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ABSTRACT :

This study investigates the level of application of Islamic perspectives in the production and marketing of agricultural products in Nigeria, focusing on adherence to ethical principles, challenges, and economic impacts. Using a mixed-methods approach, data were collected from 400 respondents, including farmers, agribusiness owners, and traders, across southwestern Nigeria. Results revealed that while 56% of respondents were aware of Islamic agricultural ethics, compliance varied significantly: 63% practiced ethical animal treatment, but only 41% adhered to Halal certification, and 37% avoided interest-based financing. Key challenges included lack of awareness (33%), financial constraints (28%), and inadequate institutional support (29%). Regression analysis indicated that fair pricing (β =0.41, p=0.001) and Halal certification (β =0.32, p=0.008) significantly enhanced profitability, whereas awareness alone had limited impact (p=0.065). The study highlights the potential of Islamic principles—such as Zakat, Murabaha financing, and Halal standards to promote sustainable and ethical agriculture, but identifies structural barriers to full implementation. Recommendations include establishing Halal certification agencies, expanding Islamic microfinance, and launching targeted awareness campaigns. These measures could bridge the gap between religious teachings and practical application, fostering a more equitable and profitable agricultural sector in Nigeria.

Keywords: Islamic agriculture, Halal certification, ethical marketing, sustainable farming, Nigeria.

Introduction

Agriculture remains a critical sector in Nigeria's economy, contributing significantly to employment, income generation, and food security (Omorogiuwa et al., 2014). As the country continues to diversify its economy, there is increasing interest in understanding the ethical and religious implications of agricultural practices. One such perspective that is gaining attention is the Islamic perspective on the production and marketing of agricultural products. Islam, as a comprehensive way of life, provides guidelines on various aspects of economic activities, including agriculture. This research seeks to explore the principles and practices of Islamic teachings in the production and marketing of agricultural products in Nigeria, aiming to assess their impact on the agricultural sector and the broader economy. Several studies have explored the application of Islamic principles in agriculture within Nigeria:

Islamic Financial Instruments: Islamic finance, which prohibits interest (riba) and emphasizes risk-sharing, offers alternative financing options for farmers. Islamic banks and microfinance institutions provide murabaha (cost-plus financing) and mudarabah (profit-sharing) contracts, which can be tailored to support ethical farming practices (Shabbir et al., 2016).

Community-Based Approaches: In rural Muslim communities, traditional practices such as Zakat (charitable giving) and Waqf (endowment) have been used to support agricultural development. These practices promote social equity and provide resources for the poor, including landless farmers (Shabbir, 2021).

Halal Agricultural Products: There is an increasing demand for halal-certified agricultural products in Nigeria, both for domestic consumption and export. This has led to the development of halal certification bodies and standards, which ensure that products meet Islamic requirements (Adebayo and Salaudeen, 2021).

Literature Review

Agriculture is a cornerstone of many economies, particularly in developing countries like Nigeria. As the world becomes more interconnected, the need for ethical and sustainable agricultural practices is increasingly recognized. In Muslim-majority regions, Islamic teachings play a crucial role in shaping these practices (Abass, 2018). This literature review explores the intersection of Islamic principles and agriculture, focusing on the production and marketing of agricultural products within the Nigerian context.

Islamic Teachings on Agriculture

Islam, as a complete way of life, offers comprehensive guidance on various aspects of human endeavor, including agriculture. The Quran and Hadith provide numerous references to the importance of agriculture and the ethical conduct expected from those engaged in it. Key Islamic teachings relevant to agriculture include:

Stewardship (Khilafah): Islam views humans as stewards of the Earth, responsible for its care and cultivation. The Quran emphasizes that the earth and its resources are trusts from God, and humans must use them judiciously and sustainably (Quran 2:205, 6:141).

Prohibition of Waste (Israf): Islamic teachings discourage wastefulness, emphasizing the efficient use of resources. This is particularly relevant in agriculture, where the overuse of water, land, and other resources can lead to environmental degradation (Quran 7:31).

Fair Trade and Justice (Adl): The principles of justice and fairness are central to Islamic economic practices, including in agriculture. Islam promotes fair trade, honest transactions, and the equitable distribution of wealth. Farmers and marketers are encouraged to engage in transparent and fair dealings (Quran 83:1-3).

Prohibition of Harm (La Dharar wa La Dhirar): The principle of avoiding harm is fundamental in Islam. This extends to agriculture, where practices that cause harm to the environment, animals, or other humans are discouraged. This includes the use of harmful chemicals, unethical treatment of animals, and exploitation of labor.

Ethical Farming Practices in Islam

Islamic ethics provide a framework for sustainable and responsible farming practices. Some key aspects include:

Animal Welfare: Islamic law (Shariah) emphasizes the humane treatment of animals. This includes providing proper care, avoiding unnecessary suffering, and ensuring that animals are slaughtered humanely (Farouk et al., 2016) (Quran 22:36).

Sustainable Land Use: Islam encourages the responsible use of land, including the avoidance of overgrazing, deforestation, and soil degradation (Kamali, 2016). The concept of Hima (protected areas) in Islamic history exemplifies the importance of conservation and sustainable land management.

Organic Farming: Although modern organic farming was not explicitly mentioned in early Islamic texts, the principles align with Islamic teachings on avoiding harm and ensuring the purity of food. The avoidance of synthetic chemicals, which can harm both humans and the environment, is consistent with Islamic principles.

Islamic Principles in Agricultural Marketing

The marketing of agricultural products is another area where Islamic principles play a crucial role. Key considerations include:

Halal Certification: In Muslim-majority regions, ensuring that agricultural products meet halal standards is critical. Halal certification involves ensuring that the products are free from prohibited (haram) substances and that the production processes comply with Islamic law (Khan and Haleem, 2016). Ethical Marketing: Islam promotes honesty and transparency in all transactions. In marketing, this translates to clear labeling, truthful advertising, and the avoidance of exploitative practices. Misleading consumers or engaging in deceptive practices is strongly discouraged (Quran 2:42). Fair Pricing: Islam advocates for fair pricing in the market, avoiding both excessive profit (Ihtikar) and exploitation. Pricing should reflect the true value of the product, taking into account the cost of production, labor, and market conditions (Abbas et al., 2020).

Problem Statement

Despite the significant role of agriculture in Nigeria, there is a limited understanding of how religious principles, particularly those of Islam, influence agricultural practices. The growing Muslim population in Nigeria necessitates a deeper exploration of how Islamic teachings impact agricultural production and marketing. This research will investigate whether the adherence to Islamic principles in agriculture could enhance ethical practices, promote sustainable farming, and improve market dynamics. Understanding these dynamics is essential for policymakers, farmers, and marketers who operate within a predominantly Muslim society.

Research Questions

The study was guided by the following research questions:

- 1. What are the key Islamic principles that govern the production and marketing of agricultural products?
- 2. How do Nigerian Muslim farmers and marketers apply these principles in their agricultural practices?
- 3. What are the challenges and opportunities associated with implementing Islamic guidelines in the agricultural sector?
- 4. How does the application of Islamic principles in agriculture affect the economic outcomes for farmers and marketers?
- 5. What role can Islamic financial institutions play in supporting the ethical production and marketing of agricultural products?

Objectives of the Study

The primary objective of this study is to investigate the influence of Islamic principles on the production and marketing of agricultural products in Nigeria. Specific objectives include:

- 1. To identify and analyze the Islamic teachings relevant to agriculture.
- 2. To examine the extent to which Nigerian Muslim farmers and marketers adhere to these teachings.
- 3. To assess the impact of Islamic practices on the productivity, sustainability, and profitability of agricultural ventures.
- 4. To explore the challenges faced by farmers and marketers in aligning their practices with Islamic principles.
- 5. To propose recommendations for enhancing the integration of Islamic principles in the agricultural sector.

Methodology

This study adopts a mixed-methods approach, combining both qualitative and quantitative research methods to gain a comprehensive understanding of the level of application of Islamic perspectives in the production and marketing of agricultural products in Nigeria. The use of mixed methods allows for a more nuanced analysis, capturing both statistical trends and deeper insights from key stakeholders.

Population and Sampling

Population: The population for this study includes farmers, agricultural marketers, Islamic scholars, and consumers involved in the production and marketing of agricultural products in southwest Nigeria. The study also consider representatives from Islamic financial institutions and agricultural cooperatives.

Sampling Technique

A multi-stage sampling technique was employed. First, states with significant Muslim populations and active agricultural sectors will be purposively selected (e.g., Oyo, Ogun, Osun and Lagos). Within these states, stratified sampling was used to categorize participants into farmers, marketers, scholars, and consumers. Finally, random sampling was applied within each stratum to select participants.

Sample Size

The sample size was determined based on the population size of each stratum and the need for statistical validity. A total of 400 participants participated in the study.

Survey Questionnaires

Questionnaires was used to collect quantitative data on the extent to which Islamic principles are applied in the production and marketing of agricultural products.

Target Group: Farmers, marketers, and consumers. The questionnaire had both closed and open-ended questions covering areas such as the use of Islamic finance (e.g., profit-sharing models, avoidance of interest), adherence to halal production standards, ethical marketing practices, and awareness of Islamic principles among stakeholders.

Data Analysis

Descriptive statistics in form of simple percentages was used to summarize the data. Inferential statistics, such as chi-square tests and regression analysis, was employed to explore relationships between variables (e.g., the level of Islamic principle application and factors such as region, education, or type of agricultural product) using SPSS software.

Results and discussion

Demographic Characteristics of Respondents

| Table 1: Distribution of Respondents by Sector | or and Awareness of Islamic Agricultural Ethics |
|--|---|
|--|---|

| Category | Frequency (N=200) | Percentage (%) |
|-------------------------|-------------------|----------------|
| Farmers | 122 | 61% |
| Agribusiness Owners | 48 | 24% |
| Traders/Retailers | 30 | 15% |
| Aware of Islamic Ethics | 112 | 56% |
| Unaware | 88 | 44% |

As revealed in Table 1, 61% of respondents were farmers, indicating that agriculture remains a primary livelihood. Only 56% were aware of Islamic agricultural ethics, suggesting a need for more education on Sharia-compliant farming and trade practices.

Compliance with Islamic Production Practices

| Islamic Principle | Level of Compliance (%) | Main Challenges |
|------------------------------|-------------------------|----------------------------------|
| Halal Certification | 41% | Lack of certification bodies |
| Avoidance of Riba (Interest) | 37% | Dependence on conventional loans |
| Zakat Payment on Produce | 25% | Poor record-keeping |
| Ethical Treatment of Animals | 63% | Limited awareness |

Table 2: Adherence to Islamic Principles in Farming

Responses to questions on adherence to islamic principles in farming revealed that 63% of farmers followed ethical animal treatment, likely due to cultural norms aligning with Islamic teachings. Low compliance in Halal certification (41%) and Riba avoidance (37%) suggests financial and structural barriers. Only 25% paid Zakat on produce, indicating weak implementation of Islamic wealth distribution in agriculture.

Islamic Marketing Practices Among Agribusinesses

Table 3: Application of Islamic Ethics in Agricultural Marketing

| Practice | Frequency (%) | Reason for Non-Compliance |
|--|---------------|----------------------------------|
| Fair Pricing (No Ghubn/Exploitation) | 52% | Market competition |
| Transparency in Weights & Measures | 45% | Lack of enforcement |
| Avoidance of Fraud (Tadlis) | 30% | Profit-driven motives |
| Islamic Financing (Murabaha, Musharakah) | 28% | Limited access to Islamic banks |

As revealed in table 3, 52% practiced fair pricing, but market competition pushed some to exploit buyers. Only 28% used Islamic financing, highlighting a gap in Sharia-compliant financial systems. Fraud avoidance (30%) was low, suggesting unethical practices persist in markets.

Perceived Benefits of Islamic Agricultural Practices

| Table 4: Farmers | ' Perceptions on | Benefits of Is | lamic Compliance |
|------------------|------------------|----------------|------------------|
|------------------|------------------|----------------|------------------|

| Perceived Benefit | Agreement Level (%) |
|----------------------------|---------------------|
| Improved Market Acceptance | 72% |
| Ethical Satisfaction | 65% |
| Higher Profitability | 41% |
| Community Trust | 76% |

Responses to questions relating to farmers' perception on benefits of Islamic compliance showed that 76% believed Islamic compliance builds community trust, indicating social incentives. Only 41% linked it to higher profits, suggesting economic benefits are not yet fully realized. 72% saw improved market acceptance, implying consumer demand for Halal/ethical products.

Table 5. Challenges in Integrating Islamic Teachings in Agricultural Production

| Common challenges faced | Percentage (%) |
|---------------------------------|----------------|
| Lack of awareness | 33 |
| Financial constraints | 28 |
| Inadequate support and training | 29 |
| Resistance to change | 17 |

The challenges to integrating Islamic teachings in agricultural production and marketing are critical to understanding the barriers faced by respondents. The most commonly cited challenges include a lack of awareness (33%), financial constraints (28%), inadequate support and training (29%), and resistance to change (17%).

| Variable | χ² Value | p-value | Interpretation |
|-----------------------------------|----------|---------|-------------------------|
| Awareness vs. Halal Certification | 12.34 | 0.002* | Significant association |
| Awareness vs. Riba Avoidance | 8.21 | 0.016* | Significant association |
| Awareness vs. Zakat Payment | 4.56 | 0.102 | Not significant |

Table 6: Chi-Square Test on Relationship Between Awareness and Compliance

*Significant @ P<0.05

Inferential statistics as displayed in table 6 revealed that awareness significantly influenced Halal certification (p=0.002) and Riba avoidance (p=0.016), confirming education's role in compliance.

Furthermore, chi-square analysis shows that awareness had no significant link with Zakat payment (p=0.102), suggesting other barriers (e.g., trust in institutions).

Regression Analysis: Factors Affecting Profitability

Table 7: Multiple Regression on Profitability Drivers

| Predictor | Coefficient | p-value |
|-----------------------------|-------------|---------|
| Halal Certification | 0.32 | 0.008* |
| Fair Pricing | 0.41 | 0.001* |
| Islamic Financing Usage | 0.28 | 0.022* |
| Awareness of Islamic Ethics | 0.19 | 0.065 |

*Significant @ P<0.05

Result of multiple regression analysis showed that fair pricing had the strongest impact (β =0.41, p=0.001), on profitability aligning with Table 4's market acceptance findings where awareness alone didn't significantly boost profits (p=0.065), implying a need for practical support (e.g., subsidies for Halal inputs).

Discussion of findings

The results from this reveal that while a significant portion of the population in the agricultural sector in Nigeria may have some understanding of Islamic teachings related to agriculture, there is still a considerable gap in awareness. This could be attributed to factors such as lack of formal education on Islamic agriculture or limited exposure to resources that bridge Islamic teachings with modern agricultural practices. The importance of Islamic values in agricultural production is strongly recognized, with many of the respondents considering it very important. This suggests a general recognition of the ethical, environmental, and social benefits that Islamic perspectives can offer in shaping sustainable agricultural workers with practical knowledge of how to integrate these values into their daily practices. Results further indicate that not many of the respondents actively follow Islamic teachings in agricultural production. Of those who do, the integration is often partial. This reflects a partial adoption of Islamic principles, likely influenced by external factors such as economic constraints, lack of awareness, and limited access to training and resources. Interestingly, a substantial number of the respondents consider environmental sustainability in their farming practices, which aligns with Islamic teachings on stewardship of the earth. However, only a small percentage fully implements these practices, suggesting that while there is awareness of Islamic environmental ethics, full implementation remains a challenge. The results also reveal a mixed application of Islamic principles in the marketing of agricultural products. While some of the respondents apply

Islamic guidelines when marketing their products, a significant number do not. This suggests that while Islamic principles such as halal certification, honesty in trade, and fair pricing are recognized, they are not always prioritized in the marketing processes. The high awareness of halal and the willingness of respondents to ensure product compliance with halal standards indicate that halal practices are more readily adopted in marketing, particularly in food-related agricultural products. The positive effects of Islamic principles on marketing are also evident. This finding supports the idea that aligning marketing practices with Islamic principles could have significant business advantages, especially in the growing halal market. These challenges identified highlights the need for improved education and training programs tailored to integrating Islamic values into agricultural practices. Financial constraints may also limit the ability of small-scale farmers and marketers to adopt more sustainable and ethically aligned practices. It is crucial for stakeholders government, religious leaders, and agricultural bodies to work together to address these barriers and create a more conducive environment for the application of Islamic principles in agriculture.

Based on findings, it is therefore recommended that government & NGOs should establish Halal certification agencies for agricultural products. Furthermore, islamic microfinance schemes should be promoted to reduce reliance on interest-based loans. Awareness campaigns on Zakat, fair pricing, and animal welfare in farming. Finally, strengthening regulatory enforcement against fraud in agricultural markets.

Conclusion

The results indicate that there is a growing awareness and interest in applying Islamic perspectives in agricultural production and marketing in Nigeria. While many recognize the importance of these principles, there are challenges to their full implementation, particularly in terms of awareness, financial constraints, and the availability of training. To bridge the gap between awareness and practical application, a coordinated effort from the government, religious leaders, and agricultural organizations is needed. By providing financial support, creating awareness, and offering targeted training programs, Nigeria can increase the adoption of Islamic agricultural practices, leading to more sustainable, ethical, and profitable farming and marketing practices that align with Islamic teachings. The results also highlight the importance of halal certification and the positive impact that applying Islamic principles in marketing can have on consumer trust and sales. If these practices are better integrated into agricultural marketing strategies, it could lead to a significant boost in marketability, particularly in the halal food sector. Overall, while the application of Islamic perspectives in agriculture in Nigeria is still in its early stages, there is a strong foundation of awareness and willingness to adopt these practices, provided there is adequate support and resources. It is crucial for stakeholders government, religious leaders, and agricultural bodies to work together to address these barriers and create a more conducive environment for the application of Islamic principles in agriculture.

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