# Location-allocation in Nigeria

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## Contents

Understanding the problem

Simple Initial Solution

Key Agriculture Markets

Methodology

Caveats

**Final Solution** 

**Future Work** 

## Understanding the problem

#### Objective

A fertilizer company wants to maximize coverage and sales through a distribution network in Nigeria.

#### Data available

Poverty percentage NDVI Aridity

Farm locations

Livelihood

Population Density

Road Network

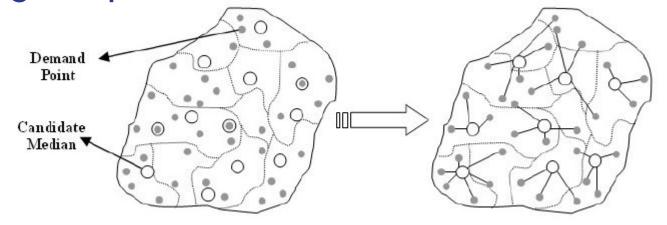
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#### Problem statement

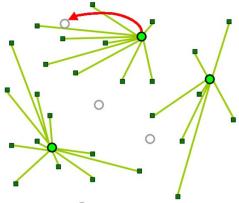
Allocate 20 stores considering farmer's demand.

## Understanding the problem

P-median



- Teitz and Bart's p-Median Algorithm
  - Demand Points
  - Candidate Points
  - Cost/Distance Measure
  - Demand\*



K-Means Solution

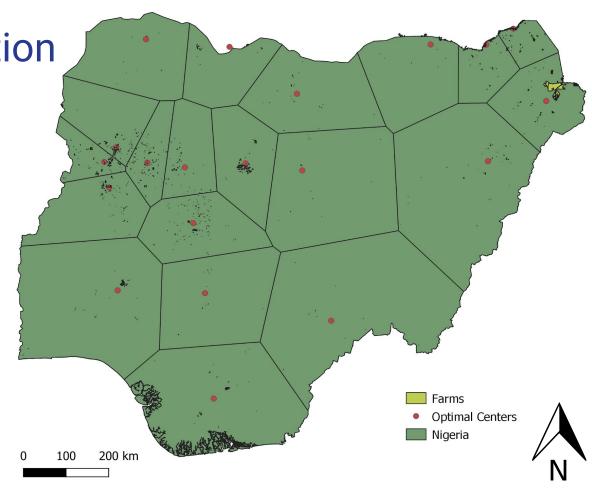
Simple Initial Solution

1.Grab the center of nigerian farms.

2.Cluster the centroids of farms into 20 groups.

3. Choose the center of each group as optimal location.

Source: Openstreetmap Farm Polygons

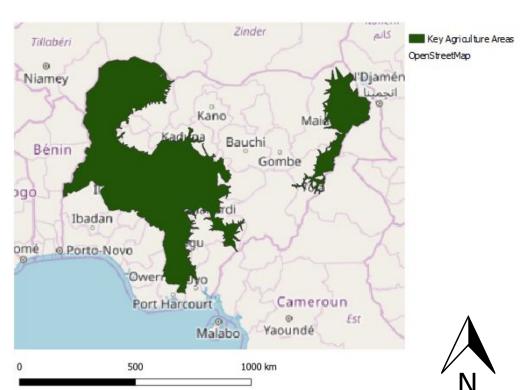


## Key Agriculture Market

- Poverty percentage less than 70%.(median value)
- Regions with fertilizer percentage use 30% or more.
- Regions qualified as agriculture by USGS.
- Aridity as validation.

#### Sources:

Nigeria - Agriculture Household 2015-2016 U.S.G.S. Land Use Survey 2013



## Methodology

 Given the previous target polygons, create a 1 km grid of points. The polygons are filtered by demand determinants.



 Take points along the road network as candidate facilities.





Calculate euclidean distance from customers to facilities



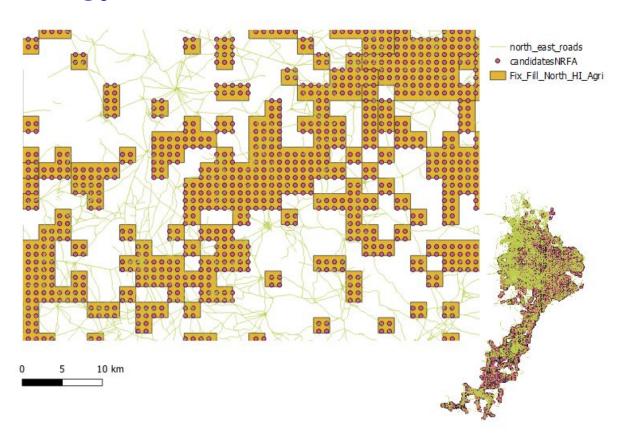




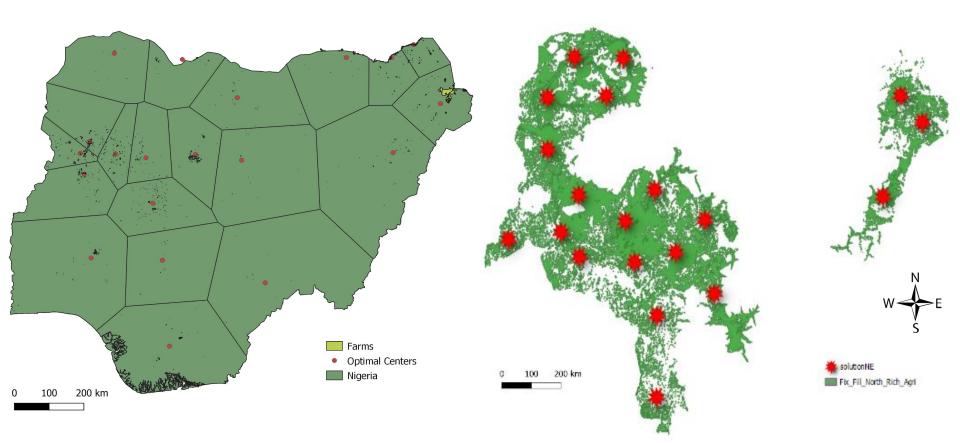


 Distance matrix and points where used as input to the "Tbart" R package

## Methodology



## **Final Solution**



### **Future Work**

- Use government agents and banks as a customer filter
- Calculate network distances instead of euclidean
- Explore pgrouting software
- Use spatial features to estimate spatial demand
- Use demand on TBart Algorithm

#### Sources

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## Appendix

Fertility use in the northern states is typically higher than in the southern states (map 12.1). This is partly attributed to lower soil fertility, larger area cultivated, and the growth of high-value crops, such as vegetables and particular cereals, in the region. Northern states have also traditionally provided greater fertilizer subsidies since the colonial era

			CEREAL	.S			OILSEE	os					FRUITS/	VEG		
			Wheat	Rice	Maize	Oth Ce	Soy	Palm	Oth OS	Fibre	Sugar	R&T	Fruits	Veg	Grass	Residual
		% of World	Qty (kt)													
South Africa	N	0.4%	21	0	268	8	5	0	12	1	32	13	27	19	24	9
	P205	0.4%	9	0	94	4	8	0	13	0	18	9	9	10	13	6
	K20	0.4%	2	0	19	1	5	0	4	0	47	8	23	12	5	4
	N+P+K	0.4%	31	0	381	12	18	0	28	1	96	29	59	41	42	19

### Caveats

3 areas that didn't pass the "demand filters"

- South Plantation
- South Cropland and fallow with oil plants
- North Agriculture in Shallows and North farms in OSM

#### **Key Messages:**

- Each farming household holds an average of 2.6 plots approximately, 0.5 a hectare each in size and approximately 1.7 percent of these plots are irrigated.
- On average, 7 percent of male and 2.2 percent of female plot managers own land from outright purchases.
- Family inheritance happens to be the main means of farm land acquisition, with 71 and 66 percent of males and females headed households acquiring farm lands through this means.
- Fertilizer is applied on about 47 percent of plots. Purchased seeds, animal traction, herbicides and pesticides are also used. Male-headed households utilize considerably more farm inputs than female-headed households, except purchased seed.
- Goats (67.3%) and chickens (64.8%) are the most commonly owned animals.
- Livestock is commonly slaughtered (29%) or sold (28.5%).
- Only 13.7 percent of households participate in extension services.

Region	% Used Fertilizer
North Central	28.0
North East	50.7
North West	92.8
South East	46.8
South South	8.0
South West	9.3
Urban	41.3
Rural	48.1
NGA	47.3

Crop Type	% Fertilizer
Grain Crops	
Maize	64.9
Rice	57.1
Sorghum	71.5
Millet	88.7
Root Crops	
Yam	29.8
Cassava	23.8
Oil Crop	
Sesame/beeni-seeds	47.3
Legumes	
Cowpeas	48.4
Groundnut	41.0

	Agri	iculture	TABLE 7				
Region	Male	Female	Fertilizer use by cro	y crop in SSA  Fertilizer use Per			
Post-planting (August-October)			200	(1 000 tonnes N + P <sub>2</sub> O <sub>5</sub> + K <sub>2</sub> O)			
North Central	48.2	36.0	Cereals				
North East	64.4	34.9	Barley	24.7	4		
			Maize	160.5	26		
North West	52.8	9.6	Rice	49.7	8		
South East	26.8	36.4	Sorghum & millet	107.8	17		
South South	18.2	20.1	Wheat	42.4	6		
South West	12.3	8.9	Roots & tubers	22.2			
			Cassava, taro, yam Potato	32.3 18.9	5		
Urban	10.3	6.4	Pulses	25.5	4		
Rural	54.2	30.8	Oil crops	23.3			
NGA	38.5	21.8	Groundnut	11	1		
ost-harvest (February-April)			Oil-palm	2.8			
North Central	30.0	20.7	Soybean	2.5	(		
			Fruit crops	17.1	- 0		
North East	24.0	11.7	Beverages and sugar				
North West	34.7	5.6	Sugar cane	7	1		
South East	22.1	33.6	Coffee	17.8	2		
			Tea	9	1		
South South	15.3	19.0	Fibres: cotton	35.1 26.4	5		
South West	11.5	6.6	Vegetables Tobacco	19.8			
Urban	7.4	4.5	Others	7.6	3		
Rural	33.7	20.1	Total	617.9	100		
NGA	24.1	14.3	Source: FAO, 2002.				