INVENTION DIFFUSION AND IMPOUNTION-DECISION PROCESS OF A MACHINE RECHNOLOGY, THE CASE OF FARM TRUCK (HT TANY), THAILAND

TO BE ENGLASE A PROSECUT

INVENTION, DIFFUSION AND INNOVATION-DECISION PROCESS OF A MACHINE TECHNOLOGY: THE CASE OF FARM TRUCK ("E-TAN"), THAILAND

TAWATCHAI NAKABUT



Invention, diffusion and innovation-decision process of a machine 631.37 N14 1987
T-1480

SUBMITTED TO THE FACULTY OF THE GRADUATE SCHOOL UNIVERSITY OF THE PHILIPPINES AT LOS BAÑOS IN PARTIAL FULFILLMENT OF THE REQUIREMENTS FOR THE DEGREE OF

DOCTOR OF PHILOSOPHY (Extension Education)

April 1987

ABSTRACT

NAKABUT, TAWATCHAI. University of the Philippines at Los
Baños, April, 1987. Invention, Diffusion and Innovation-decision

Process of a Machine Technology: the Case of Farm Truck ("E-tan"),
Thailand.

Major Professor: Dr. Obdulia F. Sison

The study sought to determine the diffusion of E-tan; to describe how E-tan was invented, the process and structure of the diffusion and innovation-decision, the rate of adoption, factors that facilitated adoption, and the consequences of the diffusion and adoption.

The study was mainly conducted in three villages of Phetchabun Province. Data were gathered from the E-tan inventor, modifier, manufacturers, dealers, repairmen, users, non-users, village headmen and government agents through personal interview using structured interview schedules. Documents also served as secondary data. Descriptive as well as statistical methods were used to analyze the data.

E-tan was invented in 1970 by a two-wheel walking tractor factory owner in Samut Prakan Province upon the suggestion of a two-wheel walking tractor dealer.

E-tan is a modified farm truck made of recycled automotive parts with a small diesel engine and transmission belts to transmit

power from the engine to its clutch. The E-tan provided farmers with means of transportation, water pumping, generating electricity, threshering machine, and other forms of uses.

In a period of 17 years from its invention until 1986, E-tan has become widely used throughout Thailand except in the southern part. In the course of its diffusion, it has been modified to suit farmers' needs and conditions.

E-tan information diffused through horizontal network through interpersonal communication. Relatives, neighbours, and mechanics were significant sources of information. The diffusion of E-tan information was a proliferation-of-centers in which many receivers became sources and disseminators of the information. Farmers unintentionally became change agents and local demonstrators.

An owner of a machine shop significantly contributed to E-tan fabrication and diffusion in Phetchabun Province. About 31.00, 16.00 and 7.32 percent of the households in Potong, Dongmoonlek and Donglan, respectively, adopted E-tan in 1986. An average of 2.81, 1.41 and 0.66 percent of the households in Potong, Dongmoonlek and Donglan, respectively, adopted E-tan per year from 1976 to 1986. The diffusion curve appeared s-shaped. Those who did not adopt E-tan said they lacked money to buy E-tan whose price averaged 41,604.35 baht.

The attributes of E-tan (relative advantage, compatibility, trialability, and observability), interpersonal communication and

nature of social system (social mobility, value on material possession, value on mechanization, aspiration, and number of accessible credit agencies) were found to have positive and significant relationship with the rate of E-tan adoption. Interconnectedness was found to have negative and significant relationship with the rate of E-tan adoption.

Utilization cost and maintenance cost of E-tan were low compared to that of the pick-up. About one-half of users earned more income from hiring out E-tan. They bought more land with that income.

The diffusion and adoption of E-tan appeared to facilitate the decrease in the number of buffaloes, and to change the method of land preparation from using buffalo to using a tractor. The adoption of E-tan led to adoption of other technologies such as water pump, two-wheel walking tractor. Users and their family members positively changed their attitude toward science and technology. The agents involved in the manufacture, selling, use, and repair of E-tan also increased their knowledge and skills on machineries.

TABLE OF CONTENTS

CHAPTER	DSAC-EAPIU —RECEIVED	PAGE
I	INTRODUCTION BY:	1
	Statement of the Problem Objectives of the Study Scope and Limitation of the Study	2 3 4
II	REVIEW OF LITERATURE	5
	Invention Mechanization Diffusion Innovation-Decision Process Factors Determining Rate of Adoption of Innovation Consequences of Innovation Conceptual Framework The Research Hypotheses	5 8 9 17 18 45 48 49
III	METHODOLOGY	51
	Locale of the Study Source of Data and Gathering Respondents of the Study Instruments Data Gathering Data Analysis Definition of Terms	51 53 54 55 55 56
IV	RESULTS AND DISCUSSION	64
	Part I. History of E-tan Invention and the Invention Process	65
	History of E-tan Invention Process in E-tan Invention	65 72
	Part II. Process and Structure of the Diffusion and Innovation- Decision	73
	Sources and Receivers of E-tan Information	73

CHAPTER		PAGE
	Communication Channels in the	
	Diffusion and Innovation-	
	Decision Process of E-tan	90
	Feedback in E-tan Communication	93
	Time Consumption in the Innovation-	, ,
	Decision Process	93
	Knowledge Stage and Persuasion	
	Stage in the Innovation-	
	Decision Process	94
	Decision Stage in the Innovation-	
	Decision Process	99
	Implementation Stage in the	
	Innovation-Decision Process	116
	Confirmation Stage in the	
	Innovation-Decision Process	129
	Part III. Rate of E-tan Adoption	132
	Part IV. Factors that Facilitated	
	the Diffusion and Adoption of	
	E-tan	135
	_ ••••	
	Facilitating Factors in the	
	Adoption of the E-tan as	
	Mentioned by Users and	
	Non-users	135
	Chi-square Test and ANOVA of	
	Factors that Facilitated the	
	Rate of Adoption	137
	Facilitating Factors as Mentioned	
	by Manufacturers, Dealers and	1/0
	Repairmen	149
	Comparison of the High Rate of	
	E-tan Adoption Village (HRV),	
	the Medium Rate of E-tan	
	Adoption Village (MRV) and the	
	Low Rate of E-tan Adoption	
	Village (LRV) on Some Aspects	
	of the Nature of the Social	151
	System	171
	Effect of Agricultural Mechaniza-	
	tion Policy of the Government	
	on the Diffusion and Adoption	167
	of E-tan	157

CHAPTER		PAGE
	Interrelationships Between Factors	
	that Facilitated Rate of	160
	Adoption of E-tan Testing of Hypotheses	163
	Part V. Consequences of the Diffusion	
	and Adoption of E-tan	164
	Consequences of the Use of E-tan Effects of Manufacturing, Selling and Repair of E-tan on Manufac-	164
	turers, Dealers and Repairmen	183
	Opinion on E-tan Patent Situation	189
v :	SUMMARY, CONCLUSIONS, IMPLICATIONS	
4	AND RECOMMENDATIONS	192
	Summary	192
	Conclusions	206
	Implications and Recommendations	209
	Suggestions for Further Study	215
:	LITERATURE CITED	216
	APPENDICES	223

LIST OF TABLES

TABLE		PAGE
1	E-tan major information sources as mentioned by users and non-users	74
2	Ruangreong Kanchang and non-Ruangreong Kanchang mentioned by the respondents as their sources of E-tan information	78
3	Relationship, occupation, and location of E-tan information sources as mentioned by users and non-users	80
4	Relationship, occupation, and location of first source of information on E-tan as mentioned by users and non-users	82
5	Manufacturers, dealers, and repairmen according to year they received first E-tan information	83
6	Manufacturers, dealers and repairmen according to their first E-tan information source, source's occupation, relationship and location	84
7	Users and non-users according to their giving E-tan information to other people	85
8	Relationships, occupation, location, and innovation-decisions of E-tan information receivers as mentioned by users and non-users	86
9	Relationship, occupation, location, and innovation-decisions of E-tan information receivers as mentioned by manufacturers, dealers and repairmen	88
10	Users and non-users according to communication channels through which they received E-tan information in the innovation-decision process	91

TABLE		PAGE
11	Length of time that users and non-users used up in each stage of the innovation-decision process	95
12	How users and non-users came to like/ dislike E-tan	96
13	Reasons of users and non-users for liking/disliking E-tan	97
14	How users and non-users "extremely like/dislike" E-tan	97
15	Reason why users and non-users "extremely like/dislike" E-tan	98
16	Users according to type of innovation-decision process, and consultants	105
17	Reasons of respondents for adopting/not adopting E-tan	105
18	Whether or not users and non-users were per- suaded to adopt E-tan	106
19	Number of times users and non-users were persuaded to use E-tan	107
20	Users' and non-users' attempts to persuade other people to use E-tan	108
21	Special services provided to customers (E-tan users); by manufacturers, dealers and repairmen	111
22	Whether or not users tried E-tan before adoption	112
23	Price of E-tan as mentioned by users	113
24	Users' source of money for paying E-tan	114
25	Users according to place where they bought	115

TABLE		PAGE
26	Uses of E-tan ranked by users	117
27	Benefits from using E-tan as mentioned by users	118
28	What users learned from using E-tan	120
29	Users' reasons for their satisfaction with E-tan	121
30	Person who benefited from the use of E-tan as ranked by manufacturers, dealers and repairmen	123
31	Problems and constraints faced by users in using E-tan as mentioned by users, manufacturers, dealers and repairmen	123
32	Where users had their E-tan repaired and persons who repaired them	124
33	Cost incurred in using E-tan	125
34	Whether or not manufacturers, dealers, repairmen and users modified E-tan	127
35	Modifications made on the E-tan as mentioned by manufacturers, dealers, repairmen and users	127
36	Users' reasons for modification of the E-tan	128
37	How users and non-users sought information on E-tan to confirm their decision to adopt it	129
38	Non-users' reasons why they did not buy E-tan	130
39	Whether or not non-users planned to buy	131

TABLE		PAGE
40	When non-users expected to buy the E-tan	131
41	Rate of E-tan adoption	133
42.	Factors which facilitated the diffusion and adoption of the E-tan as mentioned by users and non-users	136
43	Computed chi-square values of factors that facilitated the rate of adoption	138
44	Computed F-values of factors that facilitated the rate of E-tan adoption	142
45	Number of accessible credit agencies in villages as mentioned by respondents	148
46	Facotrs that facilitated E-tan adoption as mentioned by manufacturers, dealers and repairmen	150
47	Villages' modernity	152
48	Comparison of HRV, MRV and LRV in their interconnectedness index and the rate of adoption	156
49	Users' and non-users' opinion about the government policy on agricultural mechanization in relation to the diffusion and adoption of the E-tan	159
50	Correlation coefficients between facilita- ting variables	161
51	Ranks of pooled with-in groups correlations between canonical discriminant functions and discriminating variables	162
52	Comparison between some variables before and after using E-tan	166
53	Consequences of the use of E-tan according to users	167

TABLE		PAGE
54	Users' reasons why E-tan increased/did not increase production or effectiveness	170
55	Users' and non-users' reasons why E-tan helped/did not help in increasing income	173
56	Reasons how E-tan helped/did not help in increasing farm size	174
57	Other technologies adopted by users	174
58	Change in users' attitude toward science and technology	175
59	Change in attitude toward science and tech- nology among users' family members	176
60	How E-tan increased expenses	176
61	Users' and non-users' traffic violations due to E-tan	178
62	Accidents suffered by users and non-users	179
63	Ownership of buffalo or cattle among users	181
64	Reasons for not owning buffalo or cattle	181
65	Users' methods of land preparation	182
66	Non-monetary benefits from E-tan received by manufacturers, dealers, repairmen and users	184
67	Number of E-tan produced, sold and repaired by manufacturers, dealers and repairmen	186
68	Reasons given by manufacturers, dealers, repairmen for manufacturing, selling, and repairing E-tan	188
69	How manufacturers, dealers, repairmen learned to manufacture, sell, repair E-tan	188
70	Opinions of manufacturers, dealers and repairmen on the patent situation of E-tan	189

LIST OF FIGURES

FIGURE		PAGE
1	Models of diffusion	11
2	Conceptual model of the relationship between facilitating variables and rate of adoption of E-tan	50
3	Map of Thailand showing the location of pro- vinces where they study was conducted	5 2
4	Map showing route of the introduction of the E-tan from Samut Prakan (No. 3 on the small map) to Phetchabun (No. 1 on the small map)	76
5	Diagram showing the diffusion of E-tan information in 1970-1986	77
6	Proliferation-of-centers model of E-tan diffusion	₹ 9
7	Map of Mu3 Potong (HRV) showing location of users' house and year of E-tan adoption	1(1
8	Map of MUl Dongmoonlek (MRV) showing location of users' house and year of E-tan adoption	1(2
9	Map of MU 12 Donglan (LRV) showing location of users' house and year of E-tan adoption	103
10	Rate of E-tan adoption in Potong (HRV), Dongmoonlek (MRV) and Donglan (LRV) in 1975-1986	134
11	Diagram of interrelationships of the variables that facilitated rate of adoption of E-tan	163
12	Consequences of the diffusion and adoption of E-tan	191
13a	Side view of E-tan which was constructed by the Agricultural Engineering Division	265

FIGURE		PAGE
13b	Front view of E-tan which was constructed by the Agricultural Engineering Division	266
13c	Top view of E-tan which was constructed by the Agricultural Engineering Division	267
13d	List of parts of E-tan which was constructed by the Agricultural Engineering Division	268
14	E-tans in Amphur Nakhon uang, Ayutthaya Province	271
15	Mr. Sa-ngob Ra-ngubpai — first E-tan inventor in front of Lis house in Samut Prakan where he invented E-tan	271
16	Researcher interviewing Mr. Sa-ngob Ra- ngubpai-the first E-tan inventor in his house where he invented E-tan	272
17	Researcher and Mr. Satian — the modifier of E-tan — in front of an E-tan with dump body in Amphur Nakhon uang, Ayutthaya Province. He installed E-tan with a dump body and paddy boiler	272
18	Mr. Prayoonsak Ruangreong — the first E-tan manufacturer in Phetchabun Province	273
19	Researcher interviewing Mr. Kee Kuannon who was the first E-tan user in Phetchabun Province	273
20	An E-tan with centrifugal water pump in Phetchabun Province	274
21	A garbage E-tan manufactured by Mr. Chumporn Techawattanawanna, manager of the Ayutthaya	
	Nanapun Motors, Ayutthaya Province	274

LIST OF APPENDIX TABLES

APPENDIX TABLE		PAGE
1	Socio-economic characteristics of users and non-users	224
2	Effect of manufacturing, selling and repaired of E-tan on manufacturers, dealers and repairmen	226

CHAPTER I

INTRODUCTION

One major aspect of economic development is agricultural development. According to Mosher, one of the essentials for agricultural development is dynamic technology. "For agricultural developments to proceed, these must constantly be changing. When they stop changing agriculture becomes stagnant."

Agricultural mechanization is often considered an important input for increasing agricultural production and productivity.

To increase production, new innovative agricultural machines must be invented, developed, modified, mass manufactured, disseminated, and adopted. As an innovation, agricultural machinery may diffuse from one system to another.

Many innovations require a lengthy period, often years, before they are widely adopted. Therefore, a common problem for many individuals and organizations is how to speed up the diffusion of an innovation.

'E-tan', a farm truck which uses small diesel engine as power source was invented by a farmer in Phetchabun province and has been in use for fifteen years. To date, more than 40,000

A.T. Mosher, Getting agriculture moving - Essentials for development and modernization, Frederick A. Praeger, Publishers, New York, 1966, p. 75.