The pick of the crop: agricultural practices and clustered networks in village economies

A. Groeger (UAB) Y. Zylberberg (Bristol) II Spanish Workshop in Development Economics, 2024 Agricultural productivity is low in developing economies [Gollin et al., 2014a,b], and there is disparity in (measured) yield and practices [Restuccia and Santaeulalia-Llopis, 2017; Gollin and Udry, 2021].

In Vietnam, there is a large crop productivity gap observed across farms with different portfolios of agricultural commodities.

Research question: what is the role of local networks in explaining crop adoption?

An interesting context: the numerous agricultural commodities of rural Vietnam, and unique data on,

- agricultural production within delineated land parcels,
- the entire networks of family, neighbors, co-workers, friends, etc.,

within four repopulated villages of rural Vietnam.

This paper identifies how the structure of social networks affects the dynamic adoption of high-return agricultural practices.

1. We use the nature of village formation through staggered population resettlement to isolate exogenous variation in network linkages.

- 2. We find a large network multiplier in crop adoption.
- 3. A large multiplier may coexist with a relatively low adoption rate when:
 - there is large homophily between connected households,
 - as the endogenous outcome of a dynamic propagation of agricultural practices through clustered networks.

Policies targeting the "in-betweeners"—villagers connecting the different clusters—would be efficient.

Our main contribution is to relate the structure of (full) social networks to the limited adoption of highly-productive agricultural practices.

Agricultural productivity (gaps) in developing countries [Udry, 1996; Restuccia and Rogerson, 2008; Gollin et al., 2014a,b; Chen, 2017; Restuccia and Santaeulalia-Llopis, 2017; Gollin and Udry, 2021; Adamopoulos et al., 2022; Blarel et al., 1992; Shaw-Taylor, 2001; Chen, 2017; Burchardi et al., 2019; Perego, 2019; Adamopoulos and Restuccia, 2020; Le, 2020; Chen et al., 2021; Laskievic, 2021; Lagakos et al., 2018].

Technology adoption and learning through networks: Griliches [1957]; Foster and Rosenzweig [1995]; Bandiera and Rasul [2006]; Duflo et al. [2008]; Conley and Udry [2010]; Dercon and Christiaensen [2011]; Duflo et al. [2011]; Suri [2011]; Emerick et al. [2016]; Kala [2017]; Beaman and Dillon [2018]; BenYishay and Mobarak [2019]; Fabregas et al. [2019]; Comola et al. [2021]; de Janvry et al. [2022].

Network structure and targeting: clustering and homophily [Calvó-Armengol et al., 2009; Acemoglu et al., 2011; Golub and Jackson, 2012; Halberstam and Knight, 2016; Ferrali et al., 2020; Jackson et al., 2023], seed targeting [Akbarpour et al., 2023; Sadler, 2023], or influence maximization [Banerjee et al., 2013; Kim et al., 2015; Cai et al., 2015; Banerjee et al., 2019; Beaman et al., 2021].

Observable networks: Banerjee et al. [2013]; Cai et al. [2015]; BenYishay and Mobarak [2019]; BenYishay et al. [2020]; Beaman et al. [2021]; Chakraborty [2022]; Bandiera et al. [2023]; networks "without network data" [Banerjee et al., 2019; Breza et al., 2020; Burlig and Stevens, 2023].

Identification: peer effects [Granovetter, 1973; Manski, 1993; Bramoullé et al., 2009; De Giorgi et al., 2010; Bramoullé et al., 2020; Galeotti et al., 2020; Jochmans, 2023; Lewbel et al., 2024; Chandrasekhar et al., 2024], endogenous network formation [Graham, 2017; De Paula, 2020].

Agricultural production in Vietnam

Crop diversity in (the Central Highlands of) Vietnam:



(a) Crop diversity

(b) Buon Ma Thuot Coffee festival

Notes: Panel (a) shows agricultural diversity in the Central Highlands of Vietnam, as inferred from satellite imagery (source: Coffee Vision Project, HEIG-VD/HES-SO). Our villages are located in Dak Lak where the production of coffee (in purple), rubber (in dark orange), and rice/wheat/cassava (in yellow) is widespread. Panel (b) is a photograph of the Buon Ma Thuot Coffee festival organized in 2013 (in Dak Lak); this illustrates the efforts from local/central governments to promote coffee to international investors and to potential local producers.

Crop diversity within villages:



(a) Land use

(b) Crops

Notes: This map shows the dispersion of agricultural land parcels within "Village 3" in the Central Highlands of Vietnam. The left panel reports the main land usage: residential (purple), perennial (light brown), annual (green), other (yellow). The right panel reports crop types: rice (shades of blue), coffee (brown), cashew nuts (green), pepper (gray), rubber (orange), maize (yellow), others (blank).

Our villages were formed through successive, individual migration spells of Northern families.



Notes: Panel (a) displays the distribution of settlement date across our 950 households; panel (b) displays the distribution of land acquisition date for all land parcels acquired through a market transaction (i.e., not claimed, inherited, or allocated through a government program).

The nature of land acquisition within our villages is a mix between formal resettlement programs, informal settlements, and later land transactions.

Data

a. A novel dataset

A novel dataset

A high-quality panel census of 950 households across 4 villages in the Central Highlands of Vietnam with a focus on agricultural production:

- land geolocation module,
- subjective land evaluation (own, from others),
- objective land evaluation (soil samples),
- expenditures on each production input for each crop across different parcels and activities (e.g., sowing, harvesting, threshing).,

and social networks: structure, usage.

Other modules: standard (household, education, health, activities, income, assets, transfers, savings), beliefs about risk and shocks (including modules on floods and climate change), future strategies.

In summary: around 1,000 questions per household in total.

b. The productivity gap across agricultural commodities

An agricultural productivity gap:

$$\ln y = \ln z + \ln f(\mathbf{x})$$



Notes: This Figure shows the distribution of agricultural TFP, In z_{ic}, when controlling for: area as the only input; all inputs (area, labor, intermediary, capital); and all inputs and farmer fixed-effects.

A crop productivity gap:

 $\ln z = \mu_c + \varepsilon$



Notes: Panel (a) shows the crop-specific distribution of agricultural Total Factor Productivity when controlling for all inputs. Panel (b) shows the tree premium in (log) agricultural Total Factor Productivity without controls and adding sequentially controls for: inputs, land quality, soil characteristics, soil composition, and farmer fixed-effects.

High-return crops (HRC) (coffee, cashew, rubber and pepper) are 60–100% more productive than staple crops and this difference is not explained by inputs or by the general skills of farm managers.

c. The structure of networks



Notes: Panel (a) shows the distribution of a link "duration". Panel (b) shows the correlation between two nodes of a link in terms of growing a prime tree crop.

An illustration, some descriptives, the motivation, and the degree of homophily.

Empirical strategy

Predicting network links

Home proximity, network linkages, and arrival time:



Notes: Panel (a) shows the correlation between the existence of a network linkage (first-order in darker blue, second-order in lighter blue and dashed line) and distance between homes across all pairs of unrelated households (using a logarithmic scale). Panel (b) shows the correlation between proximity in arrival times in years and distance between homes across all pairs of households. Note that arrival times are obtained through a retrospective question to households and not from administrative data.

Other correlations.

Consider a household *i*,

- φ_i its portfolio of land parcels including the residential place, and $p \in \varphi_i$ the index of land parcels;
- treatment T_{pi} is defined at the level of a parcel p and is equal to 1 if household i grows a high-return perennial crop;
- the set of non-family-related, yet directly-linked households \mathcal{L}_i^1 , etc.

The exposure to the treatment through first-order links is defined as follows,

$$\vartheta_i^1 = rac{\sum_{j \in \mathcal{L}_i^1} \max_{p \in \varphi_j} T_{pj}}{\sum_{j \in \mathcal{L}_i^1} 1} = \sum_{j \in \mathcal{L}_i^1} rac{1}{\sum_{j \in \mathcal{L}_i^1} 1} \max_{p \in \varphi_j} T_{pj}.$$

We construct similar exposure, but predicted by residential proximity,

$$\theta_i^h = \frac{\sum_{j \in \mathcal{D}_i^h} \max_{p \in \varphi_j} T_{pj}}{\sum_{j \in \mathcal{D}_i^h} 1} = \sum_{j \in \mathcal{D}_i^h} \frac{1}{\sum_{j \in \mathcal{D}_i^h} 1} \max_{p \in \varphi_j} T_{pj}.$$

Results

Predicting exposure:

| Exposure (ϑ_i^1) | (1) | (2) | (3) |
|-----------------------------------|---------|---------|---------|
| Predicted exposure (θ_i^h) | 0.206 | 0.210 | 0.216 |
| | (0.055) | (0.052) | (0.053) |
| Controls (instrument) | Yes | Yes | Yes |
| Controls (soil) | | Yes | Yes |
| Controls (network) | No | No | Yes |
| Observations | 2,203 | 2,203 | 2,203 |

Notes: A unit of observation is a land parcel in 2022. Standard errors are reported between parentheses and clustered at the household level. All specifications include sub-network fixed effects. The dependent variable is the standardized exposure to the treatment; the explaining variable is the standardized, predicted exposure to the treatment; the avplaining variable is the allocation of treatment in 2019. The set of (instrument) controls include: the previous status of the parcel in 2019 (treated or not), the number of households in immediate proximity, the average (absolute) altitude differential with other homes in the valiage, the density of parcels with high-return perennial crops around the various parcels owned by the household, and the density of parcels around the various parcels owned by the household, not the set of (soil) controls include: parcel characteristics (area, bulk density, organic carbon content, elevation, slope, distance to the homestead), the latitude, longitude and altitude of the home location. The set of (network) controls include the number of first-order linkages, of second-order linkages, and indicators of network centrality (betweenness, closeness, eigenvector centrality, clustering), and sub-network fixed effects. The sample is restricted to agricultural parcels for which we are confident about their geolocation (i: observed in both waves, ii: with similar geolocation and area across waves, ii: where the household is not unsure when locating the parcel or drawing its borders).

| Adoption | (1) | (2) | (3) |
|----------------------------|---------|---------|---------|
| Exposure (ϑ_i^1) | 0.087 | 0.090 | 0.109 |
| | (0.049) | (0.049) | (0.052) |
| Controls (instrument) | Yes | Yes | Yes |
| Controls (soil) | No | Yes | Yes |
| Controls (network) | No | No | Yes |
| Observations | 2,203 | 2,203 | 2,203 |
| F-stat | 14.08 | 14.34 | 16.31 |

The network multiplier between 2019–2022—a linear specification:

Notes: A unit of observation is a land parcel in 2022. Standard errors are reported between parentheses and clustered at the household level. All specifications include sub-network fixed effects. The explaining variable is the standardized exposure to the treatment; the instrument is the standardized, predicted exposure to the treatment—as predicted by proximity between homes. In both cases, the exposures are computed using the allocation of treatment in 2019. The set of (instrument) controls include: the previous status of the parcel in 2019 (treated or not), the number of households in immediate proximity, the average (absolute) altitude differential with other homes in the vialage, the density of parcels with high-return perennial crops around the various parcels owned by the household, and the density of parcels around the various parcels owned by the household, and the density of parcels around the various parcels owned by the household, and the density or parcels around the various parcels owned by the household, and the density or parcels around the various parcels owned by the household, in density, organic carbon content, elevation, slope, distance to the homestead), the latitude, longitude and altitude of the home location. The set of (network) controls include the number of first-order linkages, of second-order linkages, and indicators of network centrality (betweenness, closeness, eigenvector centrality, clustering), and sub-network fixed effects. The sample is restricted to agricultural parcels for which we are confident about their geolocation (i: observed in both waves, ii: with similar geolocation and area across waves, iii: where the household is not unsure when locating the parcel or drawing its borders).

Additional specifications:

- a probit model;
- a pseudo-panel approach;
- possible mechanisms.

Robustness checks:

- the OLS specification;
- additional controls (longitude/latitude, land quality, soil characteristics, characteristics of friends);
- a placebo;
- alternative instruments/treatments;
- periods of interest and tenure.

The role of network structure

Network structure and the propagation of treatment—randomizing exposure:



Notes: This Figure compares the actual share of households with a treated parcel (i.e., growing coffee, rubber, cashew nuts, or pepper) to counterfactual shares between 1980–2019. The counterfactuals are based on: (i) the wave-specific predicted likelihood to adopt and treatment exposure at that time, as inferred from estimating wave-specific variations of Equation (3); and 10 re-sampled random networks. In practice, we proceed in a recursive fashion to re-sample networks: 1. we consider the actual settlement date for all households and populate the village accordingly across time; 2. in every year, we re-sample the links that were declared as formed in this exact year among the yet unlinked households; 3. we take the formed links as perennial and proceed to the next wave. The dashed blue line represents the actual share of households; the green dots represent the counterfactual share in each of the 10 experiments; and the green line is the average share across the 10 counterfactuals. Network structure and the propagation of treatment—homophily and clustering:



Notes: Panel (a) compares the actual share of households with a treated parcel (i.e., growing coffee, rubber, cashew nuts, or pepper) to counterfactual shares between 2022–2070. All simulations assume that crop adoption follows a variation of Equation (3), i.e., $P(y_{in+1} = 1|y_{in} = 0) = a + b\vartheta_i^1$ where *n* is a wave and *i* is a land parcel. We consider four scenarios: (i) a baseline projection with the actual network structure and distribution of agricultural practices in 2022 [dashed curve, circles], (ii) randomized agricultural practices in 2022 [light blue, diamonds], (iii) randomized network linkages [green, crosses], and (iv) randomized agricultural practices in 2022 and network linkages [purple, triangles]. Panel (b) displays the evolution of homophily within the network where homophily is the correlation in treatment calculated across undirected links, as in panel (d) of Figure 3. Note that we randomize agricultural practices in 2022 such as to keep the same exact incidence for each village as in the baseline.

Network structure and the propagation of treatment-targeted policies:



Notes: This Figure compares the actual share of households with a treated parcel (i.e., growing coffee, rubber, cashew nuts, or pepper) to counterfactual shares between 2022–2070. All simulations assume that crop adoption follows a variation of Equation (3), i.e., $P(y_{in+1} = 1|y_{in} = 0) = a + b\vartheta_1^1$ where *n* is a wave and *i* is a land parcel. We consider five scenarios: a baseline projection with the actual network structure and distribution of agricultural practices in 2022 [dashed curve, circles], (T1) reshuffled high-return crops to households with the highest number of undirected links [red, diamonds], (T2) reshuffled high-return crops to households with the highest closeness centrality measure [green, triangles], (T4) reshuffled high-return crops to households with the highest closeness centrality measure [green, triangles], (T4) reshuffled high-return crops to households with the highest closeness centrality measure [green, triangles], (T4) reshuffled high-return crops to households with the highest closeness centrality measure [green, triangles], (T4) reshuffled high-return crops to households with the highest closeness centrality measure [green, triangles], (T4) reshuffled high-return crops to households with the highest closeness centrality measure [green, triangles], (T4) reshuffled high-return crops to households with the highest closeness centrality measure [green, triangles], (T4) reshuffled high-return crops to households with the highest closeness centrality measure [green, triangles], (T4) reshuffled high-return crops to households with the highest clustering coefficient [gold, circles]. Note that we reshuffle agricultural practices in 2022 such as to keep the same exact incidence for each village as in the baseline.

Thanks!

Appendix

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Data source: a high-quality panel survey of 2,200 households across 220 villages (TVSEP).

Survey sampling and attrition:

- random sampling within province (36), sub-district (2) and village (10),
- minimal attrition of about 10% over 10 years (2007, 2008, 2010, 2013, 2016, and 2017).

Household characteristics: demographics, labor status, health, education, migration, income and expenditures, assets, borrowing/saving, shocks/risks.

Agricultural production: expenditures on each production input for each crop across different parcels and activities (e.g., sowing, harvesting, threshing).

Back

The geo-localization of parcels proceeds as follows:

- An offline satellite map is prepared and augmented by the addition of points of interest (e.g., gas stations, supermarkets, schools etc.)—the map covers a radius of 8 kilometers around the village centroid.
- The software automatically centers the map around the current location (the "House"); the interviewer then helps the respondent navigate by showing her/him the main points of interest, the main roads, the waterways. In practice, the most efficient way of finding a land parcel is to ask the respondent to follow the usual route on the map, starting from the house to the land parcel.
- Once the location of the land parcel is identified by the respondent on the map, the interviewer draws a polygon under the instructions of the respondent.
- Additional questions help capture possible issues with the geo-localization, e.g., how sure the respondent may be, how much help was needed etc.
A geolocation module



Notes: These figures report a validation exercise for the geo-located land parcels. The left panel reports the relationship between the measured distance to the land parcel (x-axis) and the distance as *reported by the respondent* (y-axis). The right panel reports the relationship between the measured land area (x-axis) and the area as reported by the respondent (y-axis). The right panel reports the relationship between the measured land area (x-axis) and the area as reported by the respondent (y-axis). In both instances, we create bins of observations along the x-axis variable and the dots represent the average of the y-axis variable within each bin. The lines are locally weighted regressions with the associated 95% confidence interval.

A soil module

We collect about 300 soil samples, and test for: pH (acidity), *OMts* (organic content), *Nts* (nitrogen), P_2O_5dt (phosphate), K_2Odt (potash).



(a) pH (acidity)

(b) P₂O₅dt (phosphate)

Notes: These figures report the inferred soil content from about 300 soil samples in the village of Buon Triet: pH, acidity; and P₂O₅dt, phosphate).



A soil module

We extract high-quality data on topography—30m precision—and soil characteristics—100m precision [Hengl, 2018; Hengl and Wheeler, 2018].



(a) Soil bulk density at 0 cm depth

(b) Organic carbon content

Notes: These figures report inferred carbon content and soil bulk in the village of Buon Triet. We extract high-quality data on topography (30m precision), soil characteristics (100m precision) and temperature/precipitation (1km precision) from Google Earth Engine. More specifically, we construct the maximum, minimum and average elevation within each hexagon; the average slope; the soil bulk density at 0 cm depth as reconstructed from recent satellite imagery; the organic carbon content.

Measures of agricultural production for a household *i* at time *t* growing a certain crop *c*:

- income (y_{ict}) ;
- quantity (*q_{ict}*);
- expenditures, e.g., on fertilizers (*e_{ict}*);
- hours provided by family members or casual farm workers (*l_{ict}*);
- expenditures on capital (*k_{ict}*);
- intermediate inputs (*m_{ict}*);
- and cultivated land area (t_{ict}) .

Crops: areca nut, bamboo, cajuput tree, cashew nut, cassava, casuarina, coffee, cotton, eucalyptus, flower, fruits, gluey tree, grass, green bean, kapol, kenaf, lotus, maize, mulberry, nuts, palm oil, pepper, rubber, soybean, sugarcane, sweet potato, tea, tobacco, vegetables, rice.

A network module

The identification of the household network relies on:

- (i) a list of contacts with their name, age, gender, phone (last 6 digits),
- (ii) a description of their relationship with the different household members,
- (iii) and references to these contacts when relevant along the questionnaire.

Enumerators would establish a preliminary list and update the list as the interview went along.

The matching algorithm proceeds in steps:

- (i) matching is performed on gender, age (within a window of 5 years), and the last 6 digits of the phone number,
- (ii) among unmatched entries, matching is then based on gender, age, and exact name matching,
- (iii) and unmatched entries are finally matched through a fuzzy matching on names, accounting for specificities of the Vietnamese language.

The outcome of this matching procedure is 2,900 linkages from 4,000 reported contacts—a match rate of about 71% because villagers may report names of contacts outside the scope of our household survey.



A network module



Notes: The left panel reports the number of matches per matching method (phone: match based on gender, phone number, and age; exact: match based on exact string matching between names; fuzzy: match based on fuzzy string matching between names). The right panel reports the distribution of age differences (reported versus actual) within the sample of matched contacts.

A network module



Notes: The figure displays the location of houses (yellow circles) and land parcels (blue polygons) in Buon Triet. The size of circles indicate the number of times the members of a given household is mentioned as a contact by another respondent, and the arrows illustrate the spatial distributions of these links.

Social links form spatial clusters:

- (i) households of a same extended family are more likely to live nearby,
- (ii) neighbors are more likely to form a labor exchange network

A flood module

We collect highly-precise elevation data from the FloodAdaptVN project

(https://floodadapt.eoc.dlr.de/), at a resolution of 30m and a vertical accuracy below 1 meter.



A flood module

We integrate the highly-precise elevation data within the global Flood Hazard Model.



Notes: This map shows the dispersion of land parcels and deciles of flood risk in Buon Triet. Flood hazard is computed from simulations based on 1-in-100 years events. Land parcels located South-East of the village are very vulnerable to fluvial inundations, in contrast with low-lying land in the West and higher grounds around the village center.

We capture beliefs about climate change and mitigation strategies as follows:

- (i) Have you experienced recent changes in [X] or do you expect [X] to increase/decrease/remain stable in the future?
- (ii) If so, when/where etc.?
- (iii) Which one of the following strategies do you expect to adopt in the future?
- (iv) Is adopting [X] motivated by changes in agricultural conditions or environmental concerns?

We also capture plans about crops, irrigation etc. in the land module.



Climate change and future strategies



Notes: The left panel reports the share of respondents having experienced or expecting a change in agricultural conditions (flooding, droughts, water pollution). The right panel reports the share of respondents declaring considering a certain strategy.

A long questionnaire...



Subjective evaluations



Notes: Panel (a) shows the correlation between the farmer's evaluation of the quality of their own land parcels versus the others' evaluation for the same land parcel. Panel (b) shows the correlation between the farmer's and the others' evaluation of the need for fertilizer usage.

| Land quality | (1) | (2) | (3) | (4) |
|--|----------|----------|----------|----------|
| Bulk | -0.0074 | -0.0082 | -0.0085 | -0.0087 |
| | (0.0019) | (0.0019) | (0.0019) | (0.0019) |
| Carbon | 0.1175 | 0.1807 | 0.1916 | 0.1935 |
| | (0.0285) | (0.0308) | (0.0308) | (0.0307) |
| Slope | -0.0483 | -0.0365 | -0.0345 | -0.0348 |
| | (0.0089) | (0.0096) | (0.0096) | (0.0095) |
| pH (acidity) | | -0.7080 | -0.6406 | -0.5746 |
| | | (0.3340) | (0.3327) | (0.3312) |
| OMts (organic content) | | 1.0029 | 0.9722 | 1.0253 |
| | | (0.4509) | (0.4486) | (0.4465) |
| Nts (nitrogen) | | -0.3039 | -0.3406 | -0.4299 |
| | | (0.2974) | (0.2959) | (0.2948) |
| P ₂ O ₅ dt (phosphate) | | -0.1389 | -0.1428 | -0.1591 |
| | | (0.0918) | (0.0914) | (0.0910) |
| K ₂ Odt (potash) | | 0.1477 | 0.1516 | 0.1381 |
| | | (0.0983) | (0.0978) | (0.0973) |
| Flood | | | -0.0127 | 0.0005 |
| | | | (0.0609) | (0.0606) |
| Drought | | | -0.1211 | -0.1076 |
| | | | (0.0691) | (0.0689) |
| Water pollution | | | 0.3140 | 0.3288 |
| | | | (0.0591) | (0.0592) |
| Links | | | | 0.0700 |
| | | | | (0.0180) |
| Trust | | | | 0.0671 |
| | | | | (0.0174) |
| Interaction | | | | 0.0018 |



A crop productivity gap: selection.



Notes: Panel (a) (resp. b) shows the correlation between the likelihood to grow a perennial crop and average slope (res. assessed land quality). The different measures are residualized by soil chemical characteristics, and belies about climate change, network connections and village fixed-effects (in both panels). Panel (c) shows the tree premium in (log) agricultural TFP for: compliers (land parcels with trees in 2019 and 2022), exiters and entrants. Note that exiters and entrants include changes in land use over the same land parcel or changes in land ownership.

High-value crops are grown on "lower-quality" land parcels (!):

- + land quality $(-, R^2 = 0.10)$,
- + slope (+, $R^2 = 0.32$),
- + chemical properties (- for organic, + for nit./potash, $R^2 = 0.40$).



Notes: The figure displays the location of houses (yellow circles) and land parcels (blue polygons) in village 1. The size of circles indicate the number of times the members of a given household is mentioned as a contact by another respondent, and the arrows illustrate the spatial distributions of these links.

Social links form spatial clusters:

- (i) households of a same extended family are more likely to live nearby,
- (ii) neighbors are more likely to exchange labor,
- (iii) spatial proximity reduces the communication costs.

The structure of networks: motivations, origins and strength of links Back.



Notes: Panel (a) shows the share of links referred to as: family, friends, neighbors, etc. Panel (b) shows the share of links used for advice.

| Network statistics | Village 1 | Village 2 | Village 3 | Village 4 |
|--------------------|-----------|-----------|-----------|-----------|
| - | | | | |
| Degree | 5.117 | 4.808 | 5.549 | 5.023 |
| | 3.305 | 3.005 | 3.132 | 3.143 |
| | [40] | [33] | [32] | [35] |
| Betweenness | 0.009 | 0.013 | 0.011 | 0.012 |
| | 0.015 | 0.027 | 0.017 | 0.022 |
| | [0.225] | [0.349] | [0.211] | [0.298] |
| Sub-networks | 8 | 4 | 2 | 3 |
| Large sub-networks | 3 | 1 | 1 | 1 |
| Observations | 324 | 193 | 213 | 215 |

Notes: A unit of observation is a household in 2022. These statistics are computed within the undirected network generated through all recorded contacts between households of a same village. For each undirected network (corresponding to a village), we report the following statistics: the average number of edges for each node (their average *degree*); the heterogeneous centrality of nodes (the average and standard deviation of the *betweenness* centrality measure); and the number of losed sub-graphs (the total number of *sub-networks*, and the number of *large sub-networks* with more than 10 nodes). The betweenness centrality of a node is the number of shortest paths drawn between any two pairs of villagers that passes through the node. In other words, a high betweenness indicates that the node is an instrumental link between many pairs of villagers.



(a) Discuss subjects





The network formation: homophily.



Notes: This Figure shows the correlation between an edge and the connected edges weighted by the link "proximity", and for a set of selected variables.

Social linkages might have limited value in terms of (novel) information transmission

Home proximity and homophily:



Notes: Panel (a) shows the correlation between proximity in origins (same province) and distance between homes across all pairs of villagers. Panels (b) and (c) show the correlations between proximity in household characteristics (education of head, land holdings) and distance between homes across all pairs of villagers. The estimated coefficients are respectively: 0.007 [0.002] (panel a); -0.004 [0.001] (panel b); -0.001 [0.001] (panel c).

Back

| Adoption | (1) | (2) | (3) |
|----------------------------|---------|---------|---------|
| Exposure (ϑ_i^1) | 0.097 | 0.113 | 0.113 |
| | (0.065) | (0.061) | (0.060) |
| Controls (instrument) | Yes | Yes | Yes |
| Controls (soil) | No | Yes | Yes |
| Controls (network) | No | No | Yes |
| Observations | 2,198 | 2,198 | 2,198 |

Notes: A unit of observation is a land parcel in 2022. Standard errors are reported between parentheses and clustered at the household level. All specifications include sub-network fixed effects. The explaining variable is the standardized exposure to the treatment; the instrument is the standardized, predicted exposure to the treatment, the instrument is the allocation of treatment in 2019. The set of (instrument) controls include: the previous status of the parcel in 2019 (treated or not), the number of households in immediate proximity, the average (absolute) altitude differential with other homes. In both cases, the exarcels with high-return perennial crops around the various parcels owned by the household, and the density of parcels around the various parcels owned by the household, not the density of parcels around the various parcels owned by the household, not fixed effects. The set of (soil) controls include: parcel characteristics (area, bulk density, organic carbon content, elevation, slope, distance to the homestead), the latitude, longitude and altitude of the home location. The set of (network) controls include the number of first-order linkages, of second-order linkages, and indicators of network centrality (betweenness, elegenvector centrality, clustering), and sub-network fixed effects. The sample is restricted to agricultural parcels for which we are confident about their geolocation (i: observed in both waves, ii: with similar geolocation and area across waves, iii: where the household is not unsure when locating the parcel or drawing its borders).

The return to social network—a pseudo-panel approach:

| Adoption $(y_{pin} - y_{pin-1})$ | (1) | (2) | (3) |
|---|---------------|---------|---------|
| Exposure $(\vartheta_{in}^0 - \vartheta_{in-1}^0)$ | 0.014 (0.004) | | |
| First-order exposure $(\vartheta_{in}^1 - \vartheta_{in-1}^1)$ | · · · · · | 0.051 | |
| | | (0.022) | |
| Second-order exposure $(\vartheta_{in}^2 - \vartheta_{in-1}^2)$ | | | 0.029 |
| | | | (0.019) |
| Observations | 23,569 | 20,436 | 7,306 |
| F-stat | 385.97 | 12.52 | 15.79 |

Notes: A unit of observation is a land parcel in 2022. Standard errors are reported between parentheses and clustered at the household level. All specifications include year fixed effects. The set of (instrument) controls include: the previous status of the parcel in the previous period (treated or not), the number of households in immediate proximity, the average (absolute) altitude differential with other homes in the village, the density of parcels with high-return perennial crops around the various parcels owned by the household, and the density of parcels around the various parcels owned by the household. The set of (soil) controls include: parcel characteristics (area, bulk density, organic carbon content, elevation, slope, distance to the homestead), the latitude, longitude and altitude of the home location. The set of (network) controls include the number of first-order linkages, of second-order linkages, and indicators of network centrality (betweenness, closeness, eigenvector centrality, clustering), and sub-network fixed effects. The sample is restricted to agricultural parcels or which we are confident about their geolocation in both waves, ii: with similar geolocation and area across waves, iii: where the household is not unsure when locating the parcel or drawing its borders).

| | Quality | Suitability | Input | Climate | Consideration |
|----------------------------|---------|-------------|---------|---------|---------------|
| Exposure (ϑ_i^1) | 0.145 | 0.212 | 0.015 | 0.061 | 0.244 |
| | (0.198) | (0.073) | (0.059) | (0.097) | (0.099) |
| Observations | 2,203 | 2,203 | 2,203 | 2,203 | 2,203 |
| F-stat | 16.31 | 16.31 | 16.31 | 16.31 | 16.31 |

Notes: A unit of observation is a land parcel in 2022. Standard errors are reported between parentheses and clustered at the household level. All specifications include sub-network fixed effects. The dependent variable is: a subjective evaluation of land quality (scale from 0, unsuitable, to 5) in column (1); a subjective evaluation of land suitability to grow one of the high-return perennial crop in column (2); an index of subjective evaluations of climate risk from 0 to 1 (fertilizers, pesticides, and herbicides) in column (3); an index of subjective evaluations of climate risk from 0 to 1 (flood, drought, and water pollution) in column (4); and whether the farmer consider growing one of the high-return perennial crop in column (5). The explaining variable is the standardized exposure to the treatment; the instrument is the standardized, predicted exposure to the treatment—as predicted by proximity between homes. In both cases, the exposures are computed using the allocation of treatment in 2019. The set of controls is similar to that of column 3 of Table 2. The sample is restricted to agricultural parcels for which we are confident about their geolocation (i: observed in both waves, ii: with similar geolocation and area across waves, iii: where the household is not unsure when locating the parcel or drawing its borders).

The return to social network—OLS specification:

| Adoption | (1) | (2) | (3) |
|----------------------------|---------|---------|---------|
| Exposure (ϑ_i^1) | 0.016 | 0.014 | 0.015 |
| | (0.008) | (0.007) | (0.007) |
| Controls (instrument) | Yes | Yes | Yes |
| Controls (soil) | No | Yes | Yes |
| Controls (network) | No | No | Yes |
| Observations | 2,222 | 2,222 | 2,222 |

Notes: A unit of observation is a land parcel in 2022. Standard errors are reported between parentheses and clustered at the household level. All specifications include sub-network fixed effects. The explaining variable is the standardized exposure to the treatment computed using the allocation of treatment in 2019. The set of (instrument) controls include: the previous status of the parcel in 2019 (treated or not), the number of households in immediate proximity, the average (absolute) altitude differential with other homes in the village, the density of parcels with high-return perennial crops around the various parcels owned by the household, and the density of parcels around the various parcels owned by the household. The set of (soil) controls include: parcel characteristics (area, bulk density, organic carbon content, elevation, slope, distance to the homestead), the latitude, longitude and altitude of the home location. The set of (network) controls include the number of first-order linkages, of second-order linkages, and indicators of network centrality (betweenness, closeness, eigenvector centrality, clustering), and sub-network fixed effects. The sample is restricted to agricultural parcels for which we are confident about their geolocation (i: observed in both waves, ii: with similar geolocation and area across waves, iii: where the household is not unsure when locating the parcel or drawing its borders).

A pseudo-panel approach—periods of interest and tenure in the village:

| Adoption $(y_{pin} - y_{pin-1})$ | (1) | (2) | (3) |
|--|-----------|-----------|---------|
| First-order exposure $(\vartheta_{in}^1 - \vartheta_{in-1}^1)$ | 0.043 | 0.050 | 0.032 |
| | (0.026) | (0.028) | (0.023) |
| First-order exposure $	imes$ shorter tenure | · · · / | · · · · | 0.060 |
| | | | (0.063) |
| Observations | 6,945 | 13,491 | 20,436 |
| Sample | 1980–2006 | 2006–2022 | All |

Notes: A unit of observation is a land parcel in 2022. Standard errors are reported between parentheses and clustered at the household level. All specifications include year fixed effects. The set of (instrument) controls include: the previous status of the parcel in the previous period (treated or not), the number of households in immediate proximity, the average (absolute) altitude differential with other homes in the village, the density of parcels with high-return perennial crops around the various parcels owned by the household, and the density of parcels around the various parcels owned by the household. The set of (soil) controls include: parcel characteristics (area, bulk density, organic carbon content, elevation, slope, distance to the homestead), the latitude, longitude and altitude of the home location. The set of (network) controls include the number of first-order linkages, of second-order linkages, and indicators of network centrality (betweenness, closeness, eigenvector centrality, clustering), and sub-network fixed effects. The sample is restricted to agricultural parcels or which we are confident about their geolocation is observed in both waves, ii: with similar geolocation and area across waves, iii: where the household is not unsure when locating the parcel or drawing its borders).

| | (1) | (2) | (3) |
|----------------------------|---------------|------------------|------------------|
| Exposure (ϑ_i^1) | 0.060 (0.029) | 0.133 (0.088) | 0.112 (0.055) |
| Observations | 2,203 | 2,203 | 2,203 |
| F-stat | 57.60 | 7.12 | 14.62 |
| Exposure | Incl. family | - | Treatment 2022 |
| Instrument | - | Density | Treatment 2022 |

The return to social network—alternative exposures and treatments:

Notes: A unit of observation is a land parcel in 2022. Standard errors are reported between parentheses and clustered at the household level. All specifications include sub-network fixed effects. In the baseline specification, the explaining variable was the standardized exposure to the treatment; the instrument is the standardized exposure to the treatment—as predicted by proximity between homes. In both cases, the exposures were computed using the allocation of treatment in 2019. The alternative specifications are: the baseline instrument but an exposure measure which includes family links in column (1); the baseline exposure but an instrument which computes an inverse-distance weighted measure of exposure to the treatment (against the average treatment among neighbors between 0 and 100 meters in the baseline) in column (2); and both exposure and instrument calculated using the allocation of treatment in 2022 in column (3). The set of controls is similar to that of column 3 of Table 2. The sample is restricted to agricultural parcels for which we are confident about their geolocation (i: observed in both waves, ii: with similar geolocation and area across waves, iii: where the household is not unsure when locating the parcel or drawing its borders).

The return to social network—additional controls:

| | (1) | (2) | (3) | (4) |
|----------------------------|-------------|------------|--------------|--------------|
| Exposure (ϑ_i^1) | 0.103 | 0.111 | 0.108 | 0.110 |
| (0,1) | (0.052) | (0.054) | (0.052) | (0.051) |
| Observations | 2,203 | 2,203 | 2,203 | 2,203 |
| F-stat | 16.14 | 14.93 | 16.26 | 17.28 |
| Additional controls | Land tenure | Soil comp. | Land quality | Demographics |

Notes: A unit of observation is a land parcel in 2022. Standard errors are reported between parentheses and clustered at the household level. All specifications include sub-network fixed effects. The additional controls are: dummies for each type of land tenure in column (1); soil composition as inferred from 300 soil testing samples in column (2); a subjective evaluation of land quality (scale from 0, unsuitable, to 5) in column (3); and household characteristics (age, gender of the head, number of dependents) in column (4). The explaining variable is the standardized exposure to the treatment; the instrument is the standardized exposure to the treatment—as predicted by proximity between homes. In both cases, the exposures are computed using the allocation of treatment in 2019. The set of standard controls is similar to that of column 3 of Table 2. The sample is restricted to agricultural parcels for which we are confident about their geolocation (i: observed in both waves, ii: with similar geolocation and area across waves, iii: where the household is not unsure when locating the parcel or drawing its borders).

A pseudo-panel approach—timing of adoption

| Adoption $(y_{pin} - y_{pin-1})$ | (1) | (2) | (3) |
|---|-----------------------------|-----------------------------|-----------------------------|
| Exposure (F, $\vartheta_{in}^0 - \vartheta_{in-1}^0$) | 0.005 | | |
| Exposure $(\vartheta_{in}^0 - \vartheta_{in-1}^0)$ | (0.005) 0.012 | | |
| Exposure (L, $\vartheta_{in}^0 - \vartheta_{in-1}^0$) | (0.004) 0.003 (0.004) | | |
| First-order exposure (F, $\vartheta_{in}^1 - \vartheta_{in-1}^1$) | (0.004) | 0.021 | |
| First-order exposure $(\vartheta_{in}^1 - \vartheta_{in-1}^1)$ | | (0.023) 0.034 (2.212) | |
| First-order exposure (L, $\vartheta_{in}^1 - \vartheta_{in-1}^1$) | | (0.018) 0.020 (0.021) | |
| Second-order exposure (F, $\vartheta_{in}^2 - \vartheta_{in-1}^2$) | | (0.021) | 140 |
| Second-order exposure $(\vartheta_{in}^2 - \vartheta_{in-1}^2)$ | | | (0.329) 0.083 (0.176) |
| Second-order exposure (L, $\vartheta_{in}^2 - \vartheta_{in-1}^2$) | | | (0.176) 0.175 (0.287) |
| Observations | 19,090 | 15,944 | 5,574 |