(In)appropriate Technology in Agriculture

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- Agricultural R&D is highly concentrated (e.g., \sim 50% private investment in the US)
- Technology is context-specific and designed for production in particular environments
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- The idea that rich-world technology is inappropriate elsewhere motivated the Green Revolution (1960s-80s), a concerted effort to develop seeds for tropical environments
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- Yet today, global agricultural productivity gaps remain staggering, dwarfing those in manufacturing, and show no sign of closing in many parts of the world
- To what extent is technology today designed "for" rich-country characteristics? And to what extent does this uneven focus of innovation underly differences in productivity?

Inappropriate Technology in Agriculture: An Example



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Maize Stalk Borer Dominant threat: **sub-Saharan Africa** Unique BioTech Patents: **5** Effective GM Variety **X**

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Source: Moscona and Sastry (2022), "Inappropriate Technology: Evidence from Global Agriculture"

Ecological Mismatch with R&D Hubs Substantially Lowers Output

 $\mathsf{CPP}\ \mathsf{Mismatch} = \mathsf{dissimilarity}\ \mathsf{in}\ \mathsf{crop}\mathsf{-specific}\ \mathsf{CPPs}\ \mathsf{between}\ \mathsf{each}\ \mathsf{country}\ \mathsf{and}\ \mathsf{R}\&\mathsf{D}\ \mathsf{leader}$

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- CPP Mismatch reduces output across all crops / countries (1 SD $\nearrow \implies 0.5$ SD \searrow output)
- Ecologically-inappropriate technology explains 15% of global productivity differences Source: Moscona and Sastry (2022), "Inappropriate Technology: Evidence from Global Agriculture"

Application: Agricultural Technology for Climate Change Adaptation

- R&D has responded dramatically to crop-level extreme temperature exposure in the US, mitigating its economic impact (Moscona & Sastry, 2023)
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Source: Moscona and Sastry (2023), "Does Directed Innovation Mitigate Climate Damage?"

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How effective will US-centric technology be for global adaptation?

Some early-stage cause for concern...

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1 Rise of new R&D leaders

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Pace and direction of these changes matter, especially with climate change looming...

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