ONLINE APPENDIX - Not for publication

A Additional figures and tables

Figure A.1: Sample coverage



Notes: Figure depicts the number of observations per county.





Notes: The estimated production function parameters are $\hat{\alpha} = 0.526$ and $\hat{\gamma} = 0.708$. The difference between the 90^{th} and 10^{th} percentile is 2.23.

Figure A.3: Yields $(\ln Y/T)$ and farm productivity $(\ln s_i)$







Notes: Vertical axis is a proxy of measurement error $= \log$ of ratio of self-reported to GPS measure of available land.

				$\ln(\text{output})$			
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
ln(land)	$\begin{array}{c} 0.372^{***} \\ (0.020) \end{array}$	$\begin{array}{c} 0.341^{***} \\ (0.020) \end{array}$	$\begin{array}{c} 0.355^{***} \\ (0.020) \end{array}$	$\begin{array}{c} 0.392^{***} \\ (0.071) \end{array}$	0.048^{**} (0.020)	0.298^{***} (0.021)	$\begin{array}{c} 0.459^{***} \\ (0.047) \end{array}$
ln(total labor)	$\begin{array}{c} 0.336^{***} \\ (0.017) \end{array}$	$\begin{array}{c} 0.339^{***} \\ (0.019) \end{array}$			$\begin{array}{c} 0.428^{***} \\ (0.021) \end{array}$	$\begin{array}{c} 0.387^{***} \\ (0.025) \end{array}$	$\begin{array}{c} 0.418^{***} \\ (0.077) \end{array}$
$\ln(\text{domestic labor})$			$\begin{array}{c} 0.237^{***} \\ (0.017) \end{array}$	0.296^{**} (0.149)			
ln(hired labor)			$\begin{array}{c} 0.132^{***} \\ (0.011) \end{array}$	$\begin{array}{c} 0.131^{***} \\ (0.011) \end{array}$			
ln(value of tools and machinery)						0.041^{**} (0.018)	
Method	Baseline	Baseline + agric. pract.	Baseline + disagg. labor	IV	Baseline + GPS measure	Baseline + capital	First Diff.
Implied γ Implied α	$0.708 \\ 0.526$	$0.681 \\ 0.502$	$0.724 \\ 0.490$	$0.819 \\ 0.479$	$\begin{array}{c} 0.476 \\ 0.101 \end{array}$	$0.725 \\ 0.533$	$0.877 \\ 0.476$
Observations No. farmers R-squared	$15,541 \\ 3,457 \\ 0.154$	$14,361 \\ 3,403 \\ 0.155$	$14,361 \\ 3,403 \\ 0.155$	$13,933 \\ 3,356$	$10,789 \\ 2,617 \\ 0.120$	$11,535 \\ 3,321 \\ 0.187$	8,082 2,118

Table A.1: Production function estimates

Notes: Robust standard errors in parentheses. Standard errors are clustered at household level. * denotes significant at 10%, ** significant at 5% and *** significant at 1%. All regressions include region-by-period fixed effects and weather controls. Columns 1 to 6 also include household fixed effects. Columns 2 to 5 include indicators of agricultural practices (fertilizers, pesticides, improved seeds, intercropping, hired labor, and tenure of bulls/oxen). Column 3 disaggregates measure of total labor into domestic and hired labor. Column 4 uses land available and no. of household members who work in farm in last year as instruments for land cultivated and domestic labor. All regressions use land cultivated as measure of land, except for column 5 which uses GPS measure of land available. Column 6 adds the value of farm implements and machinery as a continuous measure of capital. Column 7 replicates the first difference panel model suggested in Shenoy (2017). Land measured in has. Labor measured in person-days.

	ln(output/land	Farm pro	oductivity		
_	(1)	(2)	(3)	(4)	(5)	(6)
ln(land available)	-0.073^{***} (0.013)	-0.101^{***} (0.013)	-0.230^{***} (0.022)	-0.037^{*} (0.020)	$\begin{array}{c} 0.188^{***} \\ (0.011) \end{array}$	$\begin{array}{c} 0.251^{***} \\ (0.019) \end{array}$
Controls	No	Yes	Yes	Yes	Yes	Yes
Household FE	No	No	Yes	No	No	No
No. obs. R-squared	$16,010 \\ 0.003$	$14,532 \\ 0.153$	$15,740 \\ 0.057$	$3,252 \\ 0.250$	$16,373 \\ 0.392$	$3,249 \\ 0.350$

Table A.2: Main results using available land as measure of size

Notes: Robust standard errors in parentheses. Standard errors are clustered at household level. * denotes significant at 10%, ** significant at 5% and *** significant at 1%. All regressions (except column 1) include soil and farmer controls similar to Table 2, as well as district fixed effects. Columns 2 to 4 also includes region-by-period fixed effects, while column 3 adds household fixed effects. Columns 4 and 6 use a cross-section of farmers obtained by collapsing the panel data at household level taking a simple average.

	Outcome variable: ln(output/land cultivated)								
	(1)	(2)	(3)	(4)					
$\ln(\text{land})$	-0.167**	-0.317***	-0.164***	-0.292***					
cultivated)	(0.068)	(0.050)	(0.050)	(0.056)					
Sample:	Monocrop	50% or mo	ore of farm lar	nd planted with:					
	farmers	cassava	maize	beans					
No. obs.	870	1,366	867	673					
R-squared	0.266	0.281	0.334	0.446					

Table A.3: Yields and farm size using sub-sample of specialized farmers

Notes: Robust standard errors in parentheses. Standard errors are clustered at household level. * denotes significant at 10%, ** significant at 5% and *** significant at 1%. Table replicates the results in column 2 of Table 2 using a sub-sample of farmers that planted a single crop (column 1) or that planted more than 50% of their farm land with one of the major crops: cassava, maize or beans (columns 2 to 4).

Table A.4: Farm productivity and farm size using sub-sample of specialized farmers

	Outcome variable = farm productivity							
	(1)	(2)	(3)	(4)				
ln(land cultivated)	$\begin{array}{c} 0.238^{***} \\ (0.036) \end{array}$	$\begin{array}{c} 0.175^{***} \\ (0.030) \end{array}$	$\begin{array}{c} 0.247^{***} \\ (0.031) \end{array}$	0.209^{***} (0.034)				
Sample:	Monocrop farmers	50% or m cassava	ore of farm i maize	land planted with: beans				
No. obs. R-squared	$870 \\ 0.536$	$1,365 \\ 0.461$	$\begin{array}{c} 866 \\ 0.618 \end{array}$	$\begin{array}{c} 673 \\ 0.647 \end{array}$				

Notes: Robust standard errors in parentheses. Standard errors are clustered at household level. * denotes significant at 10%, ** significant at 5% and *** significant at 1%. Table replicates the results in column 1 of Table 3 using a sub-sample of farmers that planted a single crop (column 1) or that planted more than 50% of their farm land with one of the major crops: cassava, maize or beans (columns 2 to 4).

	Outcome variable: ln(output/land cultivated							
	(1)	(2)	(3)	(4)				
ln(land cultivated)	-0.160^{***} (0.018)		-0.282*** (0.025)					
ln(land available) GPS		-0.583^{***} (0.019)		-0.637^{***} (0.023)				
Output prices	Regional (n=5)	District (n	=109)				
No. obs. R-squared	$14,\!685 \\ 0.235$	$10,\!330 \\ 0.365$	$7,582 \\ 0.276$	$5,\!601 \\ 0.422$				

Table A.5: Yields and farm size using regional and local prices

Notes: Robust standard errors in parentheses. Standard errors are clustered at household level. * denotes significant at 10%, ** significant at 5% and *** significant at 1%. All regressions include soil, farmer and weather controls similar to column 2 of Table 2, as well as district fixed effects. Columns 1 to 2 calculate real agricultural output (at 2009 prices) using median prices by region, while columns 3 and 4 use median prices by district.

Table A.6: Farm productivity and farm size using regional and local prices

	Outcome variable = farm productivity							
	(1)	(2)	(3)	(4)				
ln(land cultivated)	0.226^{***} (0.014)		$\begin{array}{c} 0.177^{***} \\ (0.020) \end{array}$					
ln(land available) GPS		$\begin{array}{c} 0.157^{***} \\ (0.013) \end{array}$		$\begin{array}{c} 0.142^{***} \\ (0.019) \end{array}$				
Output prices	Regional	(n=5)	District (1	n=109)				
No. obs. R-squared	$15,368 \\ 0.442$	$11,\!146 \\ 0.495$	$13,\!640 \\ 0.465$	$9,986 \\ 0.478$				

Notes: Robust standard errors in parentheses. Standard errors are clustered at household level. * denotes significant at 10%, ** significant at 5% and *** significant at 1%. All regressions include soil and farmer controls similar to column 1 of Table 3, as well as district fixed effects. Columns 1 to 2 calculate real agricultural output (at 2009 prices) using median prices by region, while columns 3 and 4 use median prices by district.

	Farm productivity $(\ln s_i)$						
	(1)	(2)	(3)				
ln(land cultivated)	$\begin{array}{c} 0.198^{***} \\ (0.011) \end{array}$	$\begin{array}{c} 0.148^{***} \\ (0.012) \end{array}$	$\begin{array}{c} 0.478^{***} \\ (0.017) \end{array}$				
Prod. function used used to estimate s_i	Baseline	Baseline + capital	First Diff.				
No. obs. R-squared	$15,363 \\ 0.399$	$11,\!184 \\ 0.759$	$12,\!677$ 0.395				

Table A.7: Farm productivity and farm size using alternative TFP estimates

Notes: Robust standard errors in parentheses. Standard errors are clustered at household level. * denotes significant at 10%, ** significant at 5% and *** significant at 1%. All regressions include soil and farmer controls and district fixed effects similar to column 1 of Table 3. Columns 1 uses the baseline estimates of TFP, while columns 2 and 3 use alternative estimates from columns 6 and 7 of Table A.1. These estimates are obtained from a model with a measure of capital (tools and machinery) and a first difference panel model suggested by Shenoy (2017).

Crops	Average $\%$	% farmers
	area planted	who plant crop
Cassava	17.2	58.4
Beans	14.7	60.7
Maize	14.2	55.0
Banana food	13.8	47.5
Sweet potatoes	8.7	39.5
Ground nuts	4.2	20.7
Sorghum	4.0	13.2
Coffee	3.7	19.5
Millet	2.9	12.0

Table A.8: Main crops

Farm implement or	% farmers
machinery	use tool
Hoe	99.4
Ploughs	3.8
Pangas (machetes)	86.5
Slashers	30.4
Wheel barrows	10.1
Tractor	0.3
Watering cans	4.1
Pruning knives	11.1
Pruning saws	0.6
Chain/band saws	0.5
Sheller	0.3
Spade	21.9
Fork hoe	6.7
Ox-plough	7.4
Trailer	0.1
Harrow/cultivator	0.4
Weeder	0.2
Planter	0.1
Sprayer	14.7
Pail	2.0
Milk can	1.2

Table A.9: Usage of farm implements and machinery

B Evidence from other countries



Figure B.1: Farm size and productivity - Peru

(b) Farm productivity $(\ln s_i)$



Figure B.2: Farm size and productivity - Tanzania



Figure B.3: Farm size and productivity - Bangladesh

(b) Farm productivity $(\ln s_i)$

	Peru ln(output per ha.)				Tanzania ln(output per ha.)			Bangladesh ln(output per ha.)		
				$\ln($						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	
$\frac{\ln(\text{land cultivated})}{\beta + \gamma - 1}$	-0.533^{***} (0.012)	-0.533*** (0.012)	-0.286*** (0.030)	-0.403^{***} (0.019)	-0.403^{***} (0.019)	-0.152^{***} (0.020)	-0.103^{***} (0.012)	-0.103^{***} (0.012)	0.032^{***} (0.010)	
$\frac{\ln(\text{labor/land})}{\gamma(1-\alpha)}$			$\begin{array}{c} 0.259^{***} \\ (0.029) \end{array}$			$\begin{array}{c} 0.447^{***} \\ (0.017) \end{array}$			0.476^{***} (0.016)	
Relax CRS		Yes	Yes		Yes	Yes		Yes	Yes	
Add input ratio			Yes			Yes			Yes	
Assumed γ	1.000	0.384	0.384	1.000	0.691	0.691	1.000	0.904	0.904	
Implied β	-0.533	0.083	0.330	-0.403	-0.094	0.157	-0.103	-0.014	0.128	
No. obs.	11,359	11,359	11,357	7,899	7,899	7,890	6,506	6,506	6,506	
R-squared	0.384	0.205	0.213	0.287	0.234	0.334	0.224	0.201	0.360	

Table B.1: Replication of Table 8: Correcting by DRS and market distortions countries

Notes: Robust standard errors in parentheses. Standard errors are clustered at the household level. * denotes significant at 10%, ** significant at 5% and *** significant at 1%. Results replicate columns 1-3 of Table 8. Regressions includes same controls as baseline results in Table 7. Assumed γ obtained from estimation of production function.

	Peru				Tanzania			Bangladesh		
	ln(e	output per l	ha.)	$\ln(e^{-i\theta})$	ln(output per ha.)			ln(output per ha.)		
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	
ln(land cultivated)	-0.759^{***} (0.014)		-0.286^{***} (0.030)	-0.613^{***} (0.031)		-0.152^{***} (0.020)	-0.213^{***} (0.025)		0.040^{***} (0.010)	
ln(land available)		-0.498^{***} (0.012)			-0.363^{***} (0.020)			-0.083^{***} (0.011)		
$\ln(labor/land)$			$\begin{array}{c} 0.259^{***} \\ (0.029) \end{array}$			$\begin{array}{c} 0.447^{***} \\ (0.017) \end{array}$			$\begin{array}{c} 0.476^{***} \\ (0.016) \end{array}$	
Household FE	Yes	No	No	Yes	No	No	Yes	No	No	
No. obs. P. squared	11,359	11,359	11,357	7,899	7,899	7,890	6,506	6,506	6,506	
n-squared	0.304	0.200	0.213	0.172	0.212	0.579	0.052	0.210	0.378	

Table B.2: Robustness checks of yield-size relationship

Notes: Robust standard errors in parentheses. Standard errors are clustered at the household level. * denotes significant at 10%, ** significant at 5% and *** significant at 1%. Results replicate columns 2-4 of Table 2. Regressions includes same controls as baseline results in Table 7. Column 1 also adds household fixed effects. Columns 3, 6 and 9 use the production function approach , while other columns use the yield approach.

	Peru				Tanzania			Bangladesh	l	
	ln(ou	itput per ha	a.)	$\ln(e$	ln(output per ha.)			ln(output per ha.)		
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	
ln(land cultivated)	$\begin{array}{c} 0.183^{***} \\ (0.011) \end{array}$	$\begin{array}{c} 0.136^{***} \\ (0.011) \end{array}$	$\begin{array}{c} 0.176^{***} \\ (0.011) \end{array}$	$\begin{array}{c} 0.163^{***} \\ (0.017) \end{array}$	$\begin{array}{c} 0.201^{***} \\ (0.017) \end{array}$	$\begin{array}{c} 0.154^{***} \\ (0.016) \end{array}$	0.078^{***} (0.010)	$\begin{array}{c} 0.111^{***} \\ (0.020) \end{array}$	0.083^{***} (0.009)	
Prod. function used used to estimate s_i	CD by department	CD + IV	Translog	CD by region	CD + IV	Translog	CD by division	CD + IV	Translog	
No. obs. R-squared	$11,364 \\ 0.301$	$11,364 \\ 0.333$	$11,364 \\ 0.314$	$7,894 \\ 0.868$	$7,055 \\ 0.450$	$7,894 \\ 0.576$	$6,525 \\ 0.430$	$6,525 \\ 0.246$	$6,525 \\ 0.234$	

Table B.3: Robustness checks of farm productivity-size relationship

Notes: Robust standard errors in parentheses. Standard errors are clustered at the household level. * denotes significant at 10%, ** significant at 5% and *** significant at 1%. Results replicate columns 4-6 of Table 3. Regressions includes same controls as baseline results in Table 7. No. of departments in Peru = 24. No. regions in Tanzania=26. No. divisions in Bangladesh=7.

Farm size (acres)	Average farm size	Farm distribution (%)	Land share (%)	Value added per acre	Value added per worker
1-9	4.8	13.4	0.1	23.3	1.0
10 - 49	25.4	28.5	1.6	6.6	1.5
50 - 69	58.1	6.6	0.9	4.7	2.3
70 - 99	82.2	8.0	1.5	3.8	3.0
100 - 139	116.0	7.3	1.9	3.0	3.3
140 - 179	157.4	5.7	2.0	2.6	3.8
180 - 219	197.7	3.6	1.6	2.9	5.0
220 - 259	238.0	2.8	1.5	2.6	5.4
260 - 499	357.8	9.0	7.3	2.6	7.5
500 - 999	696.6	6.5	10.3	2.8	13.3
1,000 - 1,999	1376.6	4.3	13.4	2.4	19.3
2,000+	6103.4	4.2	57.7	1.0	22.7

Table B.4: Yields and labor productivity by farm size – United States

Notes: Value added per acre and value added per worker are normalized relative to the lowest value. Data is from the 2017 US Census of Agriculture, Table 71, Summary by Size of Farm. Value added and adjusted farm labor are computed following Adamopoulos and Restuccia (2014).