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THE POTENTIAL INTRODUCTION OF <u>Stevia rebaudiana</u> (Bertoni) AS AN ALTERNATIVE SWEETENER IN NEW ZEALAND

A thesis presented in partial fulfilment of the requirements for the degree of

Master in Business Studies

in Agribusiness



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TABLE OF CONTENTS

TABLE OF CONTENTS	i
LIST OF TABLES	
LIST OF FIGURES	
ABSTRACT	
ACKNOWLEDGEMENTS	
CHAPTER ONE INTRODUCTION	
1- INTRODUCTION	
1.1. Background	
1.2. Introduction to the Research Problem	
1.3. Research Problem	
1.4. Problem Statement	
1.5. Research Purpose, Hypothesis and Objectives	3
1.5.1. Aim	3
1.5.2. Hypothesis	3
1.5.3. Research Objectives	
1.6. Importance of the Research	4
1.7. Preparation, Collection and Analysis Phases	6
1.7.1. Methodology	6
1./.1.1. Case Selection	7
1.7.1.2. Data Collection and Analysis	
1.8. Limitations	9
1.9. Key assumptions	9
1.10. Outline of the study	
CHAPTER TWO LITERATURE REVIEW	11
2 –LITERATURE REVIEW	11
2.1. Introduction	11
2.2. Background	12
2.3. Plant physiology and chemistry	13
2.4. Uses and Properties	13
2.4.1. Stability for cooking and processing	14
2.4.2. Medicinal properties	15
2.4.2.1. Hypoglycaemic action:	15
2.4.2.2. Cardiovascular Action:	15
2.4.2.3. Anti-microbial Action:	15
2.4.2.5. Skin Problems:	16
2.4.3. Others	16

2.5. Production	17
2.5.1. Agronomy	17
2.5.2. Commercial Growing	18
2.6. Processing and Manufacturing	
2.6.1. Extraction methods	19
2.6.2. Types of Stevia Products	20
2.7. World situation	
2.7.1. Situation in Japan	
2.7.2. Situation in Paraguay	26
2.7.3. Regulation in the United States	26
2.7.4. Regulation in the European Union	27
2.7.4. Regulation in the European Union 2.7.5. The Food Standards Australia New Zealand (FSANZ) Position on Stevia	27
2.7.6. Safety of Stevia sweeteners	28
2.7.6.1. Artificial sweeteners	29
2.7.6.2. Stevia's safety controversies	30
2.7.6.2. Stevia's safety controversies 2.7.7. Consumers opinions on Stevia in other countries	30
2.7.7.1. Sweetness	30
2.7.7.1. Sweetness	32
2.7.7.3. Texture and appearance	32
2.8. Stevia in New Zealand	
2.8.1. Situation	34
2.8.1. Situation 2.8.2. Benefits to New Zealand	37
2.9. Product Development Process	38
2.9. Product Development Process 2.9.1. Paraguayan Product Development Process	40
2.9.2. Product Development Approaches	41
2.9.2. Product Development Approaches 2.9.3. Product Development Process for New Zealand	44
2.10. Conclusion	48
CHAPTER THREE METHODOLOGY	50
3- RESEARCH METHODOLOGY AND TECHNIQUES	50
3.1. Introduction	50
3.2. Selection of Research Strategy	50
3.3. Case Study Design 3.3.1. Multiple Case-Studies	54
	55
3.3.1.1. Definition and Design Phase	55
3.3.1.3. Analyse and conclude	56
3.4. Case Selection	
3.5.1. Collection Strategies 3.5.2. Documentation or Literature Review:	62
3.5.3. Qualitative Interviews	63
3.5.3.1. Focus Groups	64
3.5.3.2. One-on-one Interviews	72
3.5.4. Surveys	72
3.6. Data Analysis	
3.6.1. Description:	75
3.6.2. Classification:	76
3.6.3. Connection:	78

3.6.4. Within-Case analysis	79
3.6.5. Cross-Case analysis	79
3.6.6. Quantitative Data Analysis	80
CHAPTER FOUR RESULTS AND DISCUSSION	81
4 -RESULTS AND DISCUSSION	81
4.1. Introduction	
4.2. Results of the General Public Focus Group	85
4.2.1. Potential uses of Stevia	86
1. Sensory Evaluation	86
2. Market Issues	89
Market Issues Health and Research Issues	93
4. Convenience	94
4.2.2. Discussion	96
4.3. Results from the Herb Experts Focus Group	101
4.3.1. Potential uses of Stevia	103
Sensory Evaluation	103
2. Market Issues	105
Health and Research Issues	108
4. Convenience	110
4.3.2. Discussion	114
4.4. Results of the Diabetics Focus Group	119
4.4.1. Potential uses of Stevia	120
Sensory Evaluation	120
2. Market Issues	122
3. Health and Research Issues	124
4. Convenience	126
4.4.2. Discussion	128
4.5. Results from the Maori Focus Group	134
4.5.1. Potential uses of Stevia	135
1. Sensory Evaluation	135
2. Market Issues	136
Health and Research Issues	
4. Convenience	139
4.5.2. Discussion	141
4.6. Cross-Case Data Analysis and Discussion	147
4.6.1. General information about participants	147
4.6.2. Participants' awareness of Stevia	152
4.6.3. Attractions participants found on Stevia	153
4.6.4. Opinions on replacing current sweeteners with Stevia:	154
4.6.5. Potential use of Stevia amongst the four groups	159
Sensory Evaluation	159
2. Market Issues	162
3. Health and Research Issues	167
4. Convenience	168
CHAPTER FIVE CONCLUSIONS AND RECOMMENDATIONS	
5 - CONCLUSIONS AND RECOMMENDATIONS	170
5.1. Introduction	170
5.2. Research Conclusions	172
5.2.1. Objective One:	172

5.2.2. Objective Two:	1
5.2.3. Objective Three:	1
5.2.4. Objective Four:	1
5.2.5. Objective Five:	1
5.3. Implications of the findings	1
5.3.1. Stevia and Stevia-based products commercial use:	1
5.3.2. Stevia and Stevia-based products implications for Health and Research Areas:	1
5.3.3. Stevia and Stevia based potential implications for New Zealand food industry:	
5.3.4. Stevia as a potential crop for growers: 5.3.5. Recommendations on Stevia PDP for New Zealand food industries:	1
5.5.5. Recommendations on Stevia PDP for New Zealand food industries:	1
5.4. Evaluation of the methodology	1
5.4.1. Case Selection	1
5.4.2. Data Collection	1
	1
5.6. Future Research and Recommendations	1
5.6.1. Thesis - related research: 5.6.2. Safety and medicinal research:	1
5.6.2. Safety and medicinal research:	1
5.6.3. Industrial research: 5.6.4. Agronomical research in New Zealand:	!
5.6.4. Agronomical research in New Zealand:	
REFERENCES	1
APPENDIX 1	2
APPENDIX 2	2
APPENDIX 3	2
APPENDIX 4	2
APPENDIX 5	2
APPENDIX 6	2
APPENDIX 7	2
	2
	2
APPENDIX 10	2
APPENDIX 11	2

LIST OF TABLES

Table 2.1. Food and Culinary Uses
Table 2.2. Methods of extraction of steviol glycosides
Table 2.3. Some Countries Where Stevia is Grown and Researched
Table 2.4. Current Status of Stevia
Table 2.5. Total people with diabetes in Argentina, Brazil and Paraguay
Table 2.6. Modelled 1996 (diagnosed) diabetes counts
Table 2.7. Forecast 2011 counts
Table 2.8. Different Product Development Process Approaches
Table 2.9. New Product Development Process, classified according to three phases
Table 2.10. Design of a generalised PDP Table 2.11. Design of the PDP of Stevia and/or Stevia-based products into New Zealand
Table 3.1. Conditions to select an appropriate Research Strategy
Table 3.2. Idealised viewpoints of the quantitative and qualitative research strategic
Table 3.3. Advantages and disadvantages when using focus groups as a data collection method
Table 3.4. Two approaches of Focus Group procedure
Table 3.5. Stevia Focus Group session details
Table 3.6. Example of part of an interview transcription
Table 4.1. New products listed by the participants in the General Public focus grou
Table 4.2. General context of the general public's attitude towards sweeteners
Table 4.3. New products listed by the participants of the Herb Experts focus group
Table 4.4. General context of the herb experts' attitude towards sweeteners
Table 4.5. New products listed by the participants of the Diabetics focus group
Table 4.6. General context of the diabetics' attitude towards sweeteners
Table 4.7. General context of the Maori attitude towards sweeteners
Table 4.8. Information from the participants survey, gender distribution
Table 4.9. Information from participants, Age group distribution
Table 4.10. Information from participants, Ethnic Group distribution

Table 4.11. Information on the opinion about "sweetening" habits	
Table 4.12. Information about kind of sweeteners used	
Table 4.13. Information about participants' sweetening habits and about opin Stevia	ion
Table 4.14. Responses about the issues that attracted participants to Stevia	_
Table 4.15. Opinions on the food and beverages prepared with Stevia	
Table 4.16: Responses of the four groups about the possibilities of sweetening food and beverages with Stevia	the
Table 4.17. Comparison of the four groups and their interests on the Informatissue:	tion
Table 4.18. New products cited by the participants of all four groups:	
Table 4.19. Responses of all groups about their sugar substitute consumption	
Table A.1. Definition table of the General Public focus group	_
Table A.2. Definition table of the Herb Expersts focus group	_
Table A.3. Definition table of the Diabetics focus group	_
Table A.4. Definition table of the Maori focus group	
Table A.5. Gender distribution of the groups	
Table A.6. Age distribution of the groups	
Table A.7. Ethnicity distribution of the groups	
Table A.8. Sweetening habits of all groups	
Table A.9. Sweeteners used by the participants of the groups	

LIST OF FIGURES

Figure 2.1. Applications and Research Achievements of Stevia Extract Liquid	
Figure 3.1. Multiple Case Study Method	
Figure 3.2. Combination of qualitative and quantitative methods	
Figure 3.3. The ladder of analytical abstraction	
Figure 3.4. – QDA as a circular process	- Constant
Figure 4.1. Potential uses of Stevia - classification of the categories and subcategories	
Figure 4.2. Venn Diagram of participants' grouping according to three characteristics.	1
Figure 4.3. Venn Diagram of participants' grouping according to three characteristics.	1
Figure 4.4. Answers given to the different issues concerning the Sensory Evaluation	1
Figure 4.5. Marketing issues considered to be important when buying a sweetener	1
Figure 4.6. Comparison of Stevia with the two main commercial sweeteners used in New Zealand, according to the participants; responses:	n 1
Figure A.1. General Public's Sensory Evaluation chart	2
Figure A.2. General Public's Market Issues chart	2
Figure A.3. General Public's Health and Research Issues chart	2
Figure A.4. General Public's Convenience chart	2
Figure A.5. Herb Experts' Sensory Evaluation chart	2
Figure A.6. Herb Experts' Market Issues chart	2
Figure A.7. Herb Experts' Health and Research Issues chart	2
Figure A.7. Herb Experts' Health and Research Issues chart	2
Figure A.8. Herb Experts' Convenience chart	2
Figure A.9. Diabetics' Sensory Evaluation chart	2
Figure A.10. Diabetics' Market Issues chart	2
Figure A.11. Diabetics' Health and Research Issues chart	
Figure A.12. Diabetics' Convenience chart	
	2
	2
Figure A.15. Maori's Health and Research Issues chart	2
	2

ABSTRACT

This thesis reviews the literature on a naturally occurring, non caloric sweetener, <u>Stevia rebaudiana</u> (Bertoni), a plant native to Paraguay, and analyses the potential for the introduction of Stevia and Stevia-based products as an alternative sweetener for selected groups of consumers in New Zealand. Stevia has been proved by a considerable amount of research to be a safe sweetener for people with diabetes, hyperglycaemia, digestive, obesity and skin problems.

In other countries of the world including Japan, China, Israel and Germany, Stevia's unique combination of sweetness and health benefits has caught the attention of consumers. However, Stevia remains largely unknown in New Zealand. In terms of the use and understanding of Stevia and its commercial application, Japan is the world's most advanced country. The situation of Stevia in Japan, where artificial sweeteners are banned, is significantly different from its situation in New Zealand. The Food Standards Authority for Australia and New Zealand states that while Stevia, as a plant, is a permitted sweetener, Stevia extracts are not permitted. This ruling allows the full use and promotion of artificial sweeteners that are banned in Japan while restricting the use of Stevia, which has no restrictions in Japan.

Two major health problems in New Zealand are diabetes and obesity (especially amongst Maori and Pacific Islanders), for which the introduction of Stevia and Stevia-based products in New Zealand as a substitute for other sweeteners has the potential to provide significant benefits.

Responses of four groups (general public, herb experts, diabetics and Maori – the latter ones being the target groups) to Stevia were studied through a series of consumer focus group meetings. Most participants showed interest in using Stevia as a replacement for their current sweeteners. However, participants suggested that additional information and research are required for its wider use. According to the results of this study, participants suggested that Stevia could be used as:

- A plant to be grown in home gardens: having a Stevia plant allows growers to have a natural sweetener;
- An alternative sweetener in the form of processed Stevia products, and
- > An ingredient in ready-to-eat products.

The main findings of this research are:

- There is a potential market for Stevia in New Zealand;
- > FSANZ regulations restricting the use of Stevia form an obstacle to its commercialisation in New Zealand;
- > Participants of the focus groups prefer the powder form over other types of Stevia; and
- Food industries could use Stevia, assuming regulatory approval, as an ingredient in their products.

For the potential introduction of Stevia in New Zealand a Product Development Process (PDP) is described. A number of areas for business activities and research into <u>Stevia rebaudiana</u> (Bertoni) are suggested.

Keywords: Stevia, Stevia-based products, sweetener, natural, diabetes, obesity, Maori, artificial sweeteners, potential introduction, Product Development Process.

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