



Collection, processing and dissemination of national & international information for the dairy industry of South Africa.

(PRJ-0044-2014)

Milk Producers' Organisation

Year 2014 (January 2014 till December 2014)

Project goals

Goal 1 - Summary Report on the World Dairy Situation in November 2014

Achievements

The IDF Report "World Dairy Situation 2014" was published on 14 November 2014. The summary report on it was completed and delivered to Milk SA at the beginning of December 2014. It is enclosed for information. As always it provides a general survey of the global dairy industry in the previous year. Cows' milk production represents 83% of total milk production. It grew by 0,9% to 646 million tonnes in 2013, slower than the 2,2% growth experienced during 2012. Higher product and producer prices and more favourable production conditions resulted in faster production growth in major exporting countries in 2014.

No Non-achievements / underperformance has been reported

Goal 2 - Written Report on the World Dairy Summit (Tel Aviv) in December 2014

Achievements

The 2014 World Dairy Summit in Tel Aviv was cancelled.

Non-achievements / underperformance

No report as summit did not take place.

Goal 3 - A summary report from the IFCN Dairy Report on the competitiveness of SA dairy farms - by J31 anuary 2015

Achievements

The 2014 IFCN Dairy Conference in Asiago, Italy was attended during June 2014. A report on the Conference was published in The Dairy Mail in August and supplied to

Non-achievements / underperformance

Report was not finished in January 2015.

Milk SA. A copy is appended for information, The main impressions from this conference were:

Global milk production will grow at a faster rate than in 2013, mainly as a result of the higher producer prices. This may result in a downwards adjustment in international producer prices. Long-term demand growth still exceeds supply growth internationally and will continue to do so. European production in 2015 may exceed European demand.

Italian dairy farming is largely about the conservation of culture and way of life. The benefits for Italy in maintaining the cultural richness for tourism and for social reasons clearly exceeds the negative effect of the support on consumers. It is thus clear that domestic support will remain in force in most European countries. Subsidies will in future to a larger extent target less developed and hill areas.

Report completed in February 2015. The IFCN Dairy Report 2014 reports on the farm analysis for 172 farm types from 64 dairy regions in 54 countries. These countries and farm types represent 91% of total world milk production. Country data from 100 countries were analysed and summarised in the country pages. In general the three South African typical dairy farms had production cost on par or below cost in most major dairy producing countries. South African dairy herds are large compared to dairy herds in other countries. In 2013 South African producer prices were below producer prices in most major dairy countries, even New Zealand.

Reasons for non-achievements / underperformance

The IFCN Dairy report 2014 was only received at the beginning of December 2014.

Planned remedies for non-achievements / underperformance

Report supplied to Milk SA at beginning of March 2015.

Goal 4 - A report on the MPO's statutory obligations in terms of the regulations - by 31 January 2015 (on the 2014 statutory information)

Achievements

This survey was executed during October and November 2014. It consisted of an initial E-mail round followed by two E-mail rounds and a telephone survey with non-responders and producers without E-mail contact. Incomplete questionnaires were followed up by telephone during December 2014. In total 601 usable responses were obtained (32,9%). The high response enabled MPO to draw meaningful conclusions from the data. Data analysis took place in January and the report was completed in February 2015. Report was sent to Milk SA at the end of February 2015. Report will be published after final evaluation by Milk SA Industry Information workgroup in March 2015. The preliminary report is appended for information.

Non-achievements / underperformance

Delay in finalising report

Reasons for non-achievements / underperformance

Postal strike caused delays as respondents had to be contacted telephonically.

Planned remedies for non-achievements / underperformance

Report submitted in February 2015

Goal 5 - Dairy Industry Review (Publication in March 2014, August 2014, December 2014)

Achievements

All three issues of Dairy Industry Review was published. Latest issue appended for information.

No Non-achievements / underperformance has been reported

Goal 6 - Dairy Digits (Monthly publication in 2014)

Achievements

All monthly issues was published on time.

No Non-achievements / underperformance has been reported

Goal 7 - Lacto Data (May 2014 and November 2014)

Achievements

Both issues of Lacto Data was published on schedule. Latest issue appended for information.

No Non-achievements / underperformance has been reported

Income and expenditure statement

Income and expenditure statement	Actual Jan - Dec 2014.pdf
Unnecessary spending during period	No

Popular Report

No file has been uploaded

Additional documentation

[WDS 2014 report.pdf](#)

[DD.pdf](#)

[Milk SA Industry review November 2014.docx](#)

[LACTO DATA nov 14.pdf](#)

[Summary report 2014.docx](#)

[Trends TDM Aug 2014 Record-high milk prices in 2013.pdf](#)

[Statutory report October 2014 survey ver 1.pdf](#)

Statement

Levy funds were applied only for the purposes stated in the contract	Yes
Levy funds were applied in an appropriate and accountable manner	Yes

Sufficient management and internal control systems were in place to adequately control the project and accurately account for the project expenditure	Yes
The information provided in the report is correct	Yes