

# BYPRODUCTS REPORT

## ISSUE #31 – December 2024

Prices and commentary updated on **06/12/24**. Price changes in table below reflect movement since the previous report **01/11/24**.

The following feed byproducts can be sourced from northern, western, and central Victoria, Gippsland, and Melbourne.

| 6 December 2024                          | Indicative price | Price change | \$/kg DM | \$/100MJ ME | \$/kg CP | \$/kg NDF | \$/kg Sugar | \$/kg Starch |
|--|------------------|--------------|----------|-------------|----------|-----------|-------------|--------------|
| Cottonseed whole 2022 (Ex NSW Riverina)  | \$420            | -\$40        | \$0.45   | \$3.36      | \$1.86   | \$0.89    | \$8.94      | \$44.68      |
| DDG dried (corn) loose (Ex NSW Riverina) | \$350            | Steady       | \$0.38   | \$2.82      | \$1.59   | \$1.27    | \$9.51      | \$6.34       |
| Wheat millrun (Ex NSW Riverina)          | \$310            | -\$5         | \$0.34   | \$3.05      | \$1.72   | \$0.93    | \$6.89      | \$2.30       |
| Almond Hulls (Ex NSW Riverina)           | \$170            | Steady       | \$0.20   | \$1.87      | \$3.33   | \$0.53    | \$0.91      | \$15.38      |
| Canola Meal Solvent (Northern Victoria)  | \$575            | -\$20        | \$0.64   | \$5.19      | \$1.60   | \$1.94    | \$6.39      | \$31.94      |
| Almond Hulls (Northern Victoria)         | \$180            | -\$5         | \$0.21   | \$1.98      | \$3.53   | \$0.56    | \$0.96      | \$16.29      |
| Citrus Pulp (Northern Victoria)          | \$75             | Steady       | \$0.42   | \$3.21      | \$5.95   | \$2.08    | \$1.60      | \$27.78      |
| Molasses (Central Victoria)              | \$450            | Steady       | \$0.64   | \$4.59      | \$21.43  | \$80.36   | \$0.92      | \$32.14      |
| Potato Blend (Western Victoria)          | \$83             | Steady       | \$0.46   | \$3.69      | \$4.85   | \$7.69    | \$11.53     | \$0.65       |
| Potato Blend (Gippsland)                 | \$75             | Steady       | \$0.42   | \$3.33      | \$4.39   | \$6.94    | \$10.42     | \$0.59       |
| Palm kernel extract (Melbourne Port)     | \$400            | Steady       | \$0.43   | \$3.83      | \$2.66   | \$0.65    | \$10.64     | \$42.55      |
| Canola Meal Expeller (Melbourne)         | \$560            | -\$20        | \$0.62   | \$4.86      | \$1.64   | \$2.07    | \$6.91      | \$31.11      |
| Canola Meal Solvent (Melbourne Port)     | \$560            | -\$20        | \$0.62   | \$5.06      | \$1.64   | \$1.89    | \$6.22      | \$31.11      |
| Soya Bean Meal (Ex Melbourne)            | \$770            | -\$90        | \$0.86   | \$7.13      | \$1.78   | \$8.56    | \$6.11      | \$30.56      |
| Barley malt combings (Ex Melbourne)      | \$398            | Steady       | \$0.44   | \$4.02      | \$1.77   | \$1.11    | \$2.95      | \$4.42       |
| Biscuit Meal (Ex Melbourne)              | \$510            | Steady       | \$0.60   | \$4.44      | \$6.00   | \$7.50    | \$2.00      | \$4.00       |
| Lollies (Ex Melbourne)                   | \$350            | Steady       | \$0.41   | \$3.05      | \$8.95   | \$1.37    | \$1.03      | \$2.75       |
| Bread (Ex Melbourne)                     | \$340            | Steady       | \$0.50   | \$4.10      | \$3.33   | \$5.00    | \$4.55      | \$0.86       |
| Brewers sweet grain (Ex Melbourne)       | \$240            | -\$10        | \$0.60   | \$6.00      | \$3.00   | \$1.50    | \$20.00     | \$4.00       |
| Brewers grain wet (Ex Melbourne)         | \$110            | Steady       | \$0.52   | \$5.24      | \$2.38   | \$1.16    | \$10.48     | \$10.48      |

**Red:** very limited/not available, price increase

**Orange:** limited availability

**Green:** Available, price decrease

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## Commentary

### Driving Prices Up

- The AUD continues its decline, down another 2 cents over the month to 64c USD. Products subject to international trade don't yet seem to be negatively affected.
- Vegetable fat prices have increased, with Malaysia well down on palm fat production, while some Southeast Asian countries including Indonesia and India increasing their vegetable fat content in Biodiesel. This has flowed onto Canola Seed pricing and Canola Oil pricing.
- More consolidation among citrus processors has led to some margin gain ex works, despite good availability.

### Driving Prices Down

- Global Soybean Meal prices are very bearish. Despite the lower AUD, further drops in price ex Port are anticipated as inventory is averaged down. The USA crush tonnage was at an all time high in October coupled with record production in Brazil.
- A limited amount of Shot and Sprung grain has hit the market, with more anticipated. The price spread still hasn't been established as yet, but history would suggest there will be good value SFW wheat available in the cheaper starch source market.
- New seasons Canola Meal is available at the end of the month and contract balances look less precarious than 2 months ago.

### Local News

- The International Nut and Dried Fruit Council is reporting Australia produced a record amount of Almonds last year, with production increased by 40,000 MT to 153,000 MT. Exports to China over the corresponding period increased by almost 27,000 tons. Pollination has been good, although with some concerns of September frosts impacting the expected harvest.
- Grain harvest is well underway, with headers now moving into Southern Victoria. The long rain delay in early December has shut receival sites in Northern Victoria and led to widespread downgrading of the grains that were yet to be harvested.
- Canola Seed harvest is underway with a large spread of results being reported. Local conditions that varied from dry, frost and hail have heavily affected regions. Crop forecasts remain from no change to – 20% for Victoria and SW NSW.

*There can be a wide variation in quality of byproducts and prices can vary based on product quantity and quality. Nutritional content of reported byproducts can be found (<https://www.dairyaustralia.com.au/industry-statistics/industry-reports/byproducts-report>). The misuse of some feed byproducts can have adverse effects on animal health. Dairy Australia recommends you seek advice from a dairy nutritionist before incorporating byproducts into feed rations.*

*Byproducts quoted are indicative of supplier value, exclusive of GST and delivery. Prices quoted may not be the cheapest available and buyers are encouraged to evaluate all options. This report has been commissioned by Dairy Australia to provide an independent and timely assessment of the byproducts market. Whilst all reasonable steps have been taken to ensure the accuracy of the information contained in this report, Dairy Australia disclaims all liability to the fullest extent permitted by Australian law for any inadvertent errors and for any losses or damages stemming from reliance upon its content. Dairy Australia recommends all persons seek independent advice and, where appropriate, advice from a qualified advisor before making any decisions about changes to business strategy.*