

BYPRODUCTS REPORT

ISSUE #27 – August 2024

Prices and commentary updated on **05/08/2024**. Price changes in table below reflect movement since the previous report **05/07/2024**.

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

5 August 2024	Indicative price	Price change	\$/kg DM	\$/100MJ ME	\$/kg CP	\$/kg NDF	\$/kg Sugar	\$/kg Starch
Cottonseed whole 2022 (Ex NSW Riverina)	\$460	-\$10	\$0.49	\$3.68	\$2.04	\$0.97	\$9.79	\$48.94
DDG dried (corn) loose (Ex NSW Riverina)	\$330	-\$20	\$0.36	\$2.66	\$1.49	\$1.20	\$8.97	\$5.98
Wheat millrun (Ex NSW Riverina)	\$335	\$25	\$0.37	\$3.29	\$1.86	\$1.01	\$7.44	\$2.48
Almond Hulls (Ex NSW Riverina)	\$140	Steady	\$0.16	\$1.54	\$2.75	\$0.43	\$0.75	\$12.67
Canola Meal Solvent (Northern Victoria)	\$595	\$50	\$0.66	\$5.37	\$1.65	\$2.00	\$6.61	\$33.06
Almond Hulls (Northern Victoria)	\$155	Steady	\$0.18	\$1.70	\$3.04	\$0.48	\$0.83	\$14.03
Citrus Pulp (Northern Victoria)	\$80	\$7	\$0.44	\$3.42	\$6.35	\$2.22	\$1.71	\$29.63
Molasses (Central Victoria)	\$425	Steady	\$0.61	\$4.34	\$20.24	\$75.89	\$0.87	\$30.36
Potato Blend (Western Victoria)	\$98	\$8	\$0.54	\$4.36	\$5.73	\$9.07	\$13.61	\$0.77
Potato Blend (Gippsland)	\$98	\$8	\$0.54	\$4.36	\$5.73	\$9.07	\$13.61	\$0.77
Palm kernel extract (Melbourne Port)	\$410	Steady	\$0.44	\$3.93	\$2.73	\$0.67	\$10.90	\$43.62
Canola Meal Expeller (Melbourne)	\$575	Steady	\$0.64	\$4.99	\$1.68	\$2.13	\$7.10	\$31.94
Canola Meal Solvent (Melbourne Port)	\$575	Steady	\$0.64	\$5.19	\$1.68	\$1.94	\$6.39	\$31.94
Soya Bean Meal (Ex Melbourne)	\$760	-\$100	\$0.84	\$7.04	\$1.76	\$8.44	\$6.03	\$30.16
Barley malt combings (Ex Melbourne)	\$398	\$33	\$0.44	\$4.02	\$1.77	\$1.11	\$2.95	\$4.42
Biscuit Meal (Ex Melbourne)	\$500	-\$40	\$0.59	\$4.36	\$5.88	\$7.35	\$1.96	\$3.92
Lollies (Ex Melbourne)	\$350	\$10	\$0.41	\$3.05	\$8.95	\$1.37	\$1.03	\$2.75
Bread (Ex Melbourne)	\$340	\$10	\$0.50	\$4.10	\$3.33	\$5.00	\$4.55	\$0.86
Brewers sweet grain (Ex Melbourne)	\$250	\$20	\$0.63	\$6.25	\$3.13	\$1.56	\$20.83	\$4.17
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

- Canola Meal Supply is very limited for the remainder of the season, with new seasons supply commencing Jan 1st 2025.
- Grain Corp have scheduled maintenance at its Numurkah plant in August, meaning that supply for the next month will be tight. Feedmills and traders have taken a cautious approach with releasing product due to shortage concerns.
- Fodder prices have increased dramatically, fibre based products are going up in price too. Almond Hulls for example remain relatively tight for supply.

Driving Prices Down

- Soy Bean Meal prices into Australian ports look relatively competitive compared to Canola Meal. Currently Soy Bean Meal is only a 4.7% premium per unit of protein compared to Canola Meal. Most nutritionists would look at this as an opportunity to include Soya and replace some Canola Meal at that level.
- Wheat and Barley forecasts remain above average for Victoria and New South Wales, this is helping keep a lid on energy and starch prices somewhat, however there is still concerns about the conditions that prevail in Western Victoria

Local News

- Western Victorian Federal MP Dan Tehan has called on the Federal Government to declare a drought in Western Victoria, as historically dry conditions prevail across much of Western Victoria.
- Grain Crop Chief Innovation and Growth Officer, Jesse Scott has outlined plans to launch into the Biofuels industry. This would greatly add to processing capacity and add alternative feed stocks and byproducts into the market, potentially adding another 1MT of Meals into the market.
- Canola Meal contracts for the 2025 Calendar year have had a flurry of activity for the last fortnight, with a significant portion of the capacity in Southern Australia now booked,.

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-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.