

BYPRODUCTS REPORT

ISSUE #23 – APRIL 2024

Prices and commentary updated on **05/04/2024**. Price changes in table below reflect movement since the previous report **08/03/2024**.

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

5 April 2024	Indicative price	Price change	\$/kg DM	\$/100MJ ME	\$/kg CP	\$/kg NDF	\$/kg Sugar	\$/kg Starch
Cottonseed whole 2022 (Ex NSW Riverina)	\$450	-\$20	\$0.48	\$3.60	\$1.99	\$0.95	\$9.57	\$47.87
DDG dried (corn) loose (Ex NSW Riverina)	\$330	-\$10	\$0.36	\$2.66	\$1.49	\$1.20	\$8.97	\$5.98
Wheat millrun (Ex NSW Riverina)	\$280	-\$70	\$0.31	\$2.75	\$1.56	\$0.84	\$6.22	\$2.07
Almond hulls (Ex NSW Riverina)	\$140	Steady	\$0.16	\$1.54	\$2.75	\$0.43	\$0.75	\$12.67
Canola meal solvent (Northern Victoria)	\$580	-\$30	\$0.64	\$5.24	\$1.61	\$1.95	\$6.44	\$32.22
Almond hulls (Northern Victoria)	\$130	-\$5	\$0.15	\$1.43	\$2.55	\$0.40	\$0.70	\$11.76
Citrus pulp (Northern Victoria)	\$73	\$2	\$0.41	\$3.12	\$5.79	\$2.03	\$1.56	\$27.04
Molasses (Central Victoria)	\$420	Steady	\$0.60	\$4.29	\$20.00	\$75.00	\$0.86	\$30.00
Potato blend (Western Victoria)	\$90	\$5	\$0.50	\$4.00	\$5.26	\$8.33	\$12.50	\$0.70
Potato blend (Gippsland)	\$90	\$5	\$0.50	\$4.00	\$5.26	\$8.33	\$12.50	\$0.70
Palm kernel extract (Melbourne Port)	\$400	-\$10	\$0.43	\$3.83	\$2.66	\$0.65	\$10.64	\$42.55
Canola meal expeller (Melbourne)	\$580	-\$30	\$0.64	\$5.03	\$1.70	\$2.15	\$7.16	\$32.22
Canola meal solvent (Melbourne Port)	\$580	-\$30	\$0.64	\$5.24	\$1.70	\$1.95	\$6.44	\$32.22
Soya bean meal (Ex Melbourne)	\$830	-\$60	\$0.92	\$7.69	\$1.92	\$9.22	\$6.59	\$32.94
Barley malt combings (Ex Melbourne)	\$390	-\$15	\$0.43	\$3.94	\$1.73	\$1.08	\$2.89	\$4.33
Biscuit meal (Ex Melbourne)	\$540	Steady	\$0.64	\$4.71	\$6.35	\$7.94	\$2.12	\$4.24
Lollies (Ex Melbourne)	\$340	-\$10	\$0.40	\$2.96	\$8.70	\$1.33	\$1.00	\$2.67
Bread (Ex Melbourne)	\$320	-\$5	\$0.47	\$3.86	\$3.14	\$4.71	\$4.28	\$0.81
Brewers sweet grain (Ex Melbourne)	\$230	-\$35	\$0.58	\$5.75	\$2.88	\$1.44	\$19.17	\$3.83
Brewers grain wet (Ex Melbourne)	\$110	-\$5	\$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

Commentary

Driving Prices Up

- In a rare instance and for the second month in a row, prices on all byproducts have fallen or remained steady.
- Sugar prices remain historically high, however a slightly higher sugar harvest in India has led to a minor softening.
- Fats, both canola oil and palm fatty acid distillate (PFAD) remain at high levels. PFAD alone has climbed 10% since March 27th.

Driving Prices Down

- Soybean meal has been offered at heavily discounted rates compared with Q1 already. The outlook remains bearish with Q4 contracts taken up at the expense of local canola meal.
- Corn grain harvest has been underway for a couple of weeks now and the prices have dropped significantly to approximately \$300/mt ex Riverina NSW. We're seeing substantial substitution of cereal grains for corn grain which is generally seeing the starch-based products become cheaper.
- Products remain in plentiful supply, with good fodder inventory and favourable conditions in most of the Murray Dairy region. This has made it somewhat of a buyers' market.

Local News

- Cargill Newcastle is now due to cut down for 2 months for upgrades. This may lead to some southern Australia product being pulled North.
- Favourable rainfall has been reported across the Murray Dairy and Gipps Dairy regions in a timely manner, as areas of Gippsland were starting to run short on fodder inventory. This was relatively unexpected and is now sparing fodder replacements, such as almond hulls.

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.