



An Overview of the Steering Committee on Dairy Policies and Economics

By:

Ndumiso Mazibuko Ph.D, - SAMPRO

Presented at the South African Society of Dairy Technology Symposium

16 May 2024



PRESENTATION OUTLINE:

- Objectives of the SCDPE
- Work of the SCDPE
 - *World Dairy Situation*
 - *IDF Fact Sheets*
 - *Webinars*
- Alignment with the South African Dairy industry work
- Interaction with other Steering Committees
- Interaction with other Organisations
- Concluding Remarks



Objectives of the SCDPE

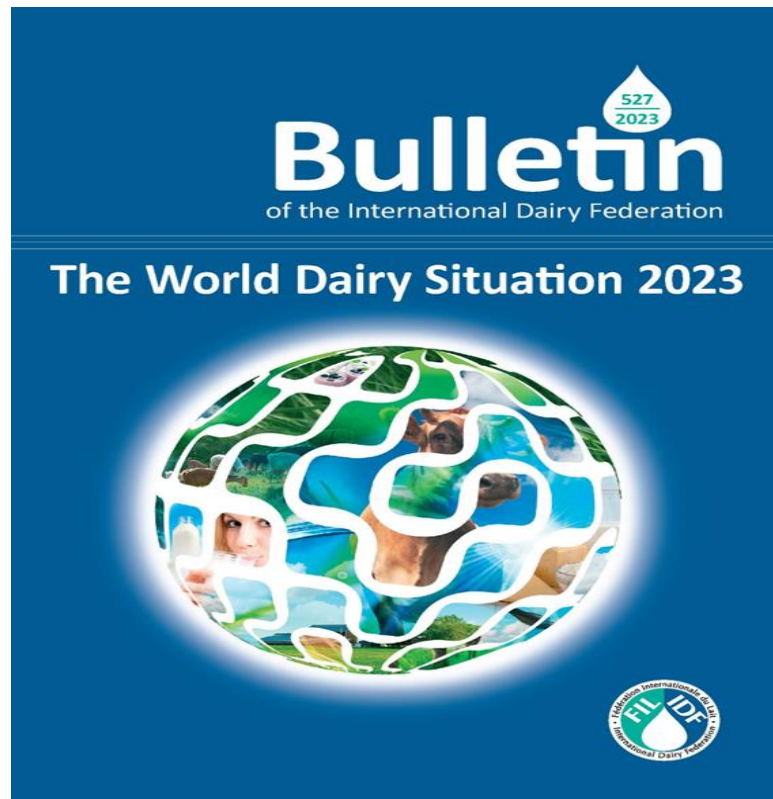
The main objectives of the Standing Committee on Dairy Policies and Economics are to **provide the dairy sector with value-added information, data, and analyses** for the developments in dairy policies and economics that are in support of the strategic plan of IDF. More specifically:

- ✓ To initiate projects to study developments which, in the broader sense, are likely to influence the dairy situation in the medium perspective and to monitor worldwide market conditions and trends for each dairy product category.
- ✓ To gather data and analyze the economic parameters in relation to milk production, processing, consumption, trade, market evolution, and marketing.
- ✓ To monitor developments in dairy-related policies around the world that impact the supply or demand of milk and dairy products. To initiate projects designed to provide economic and statistical information to the member countries of IDF and the world's dairy sector.
- ✓ To actively contribute to the design and preparation as well as the presentation of the World Dairy Situation report.



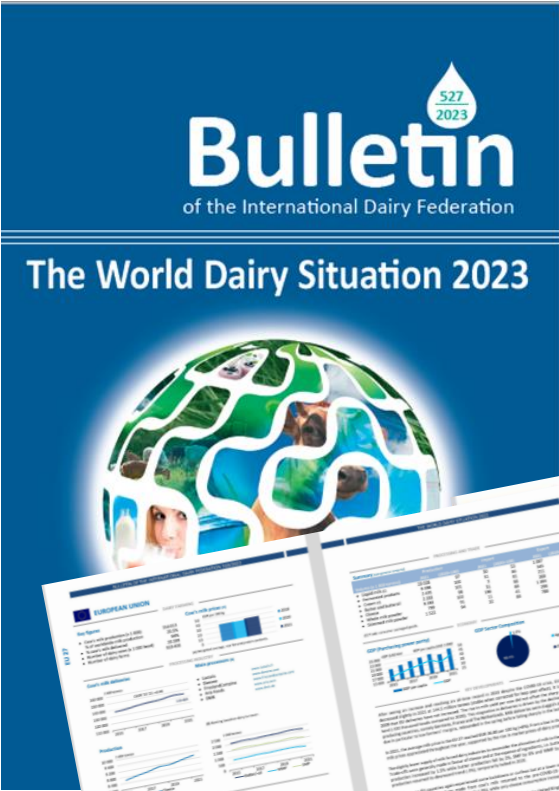
The World Dairy Situation

- The IDF World Dairy Situation Report has been published annually since 1989 and since then the publication has become an essential tool for those in the global dairy chain.
- The compilation includes the most relevant and up-to-date information on global production, processing, trade, prices, and consumption of milk and dairy products.



Overview of the World Dairy Situation

PDF 237-page report



6 thematic chapters :

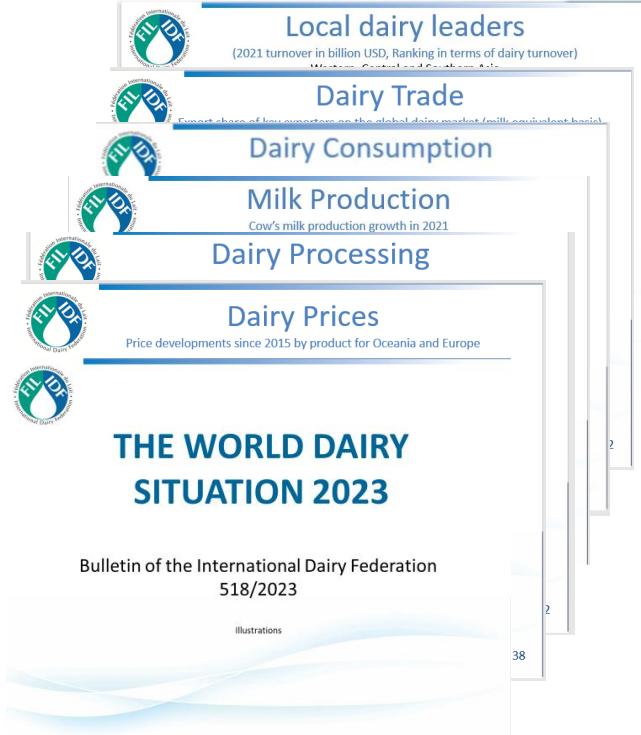
- Milk production
- Milk processing
- Dairy industry
- Consumption
- World dairy trade
- Prices (market and farmgate)



Over 50 Country Reports

Slides

Graphs and Maps
(including Trade by product and Dairy leaders by region)



XLS database

33 thematic tables

Country	2019	2020	2021	Annual growth '20-'21	CAGR '19-'21
Asia					
India	69 434.0	68 722.4	68 722.4	0.0%	- 0.5%
Pakistan	6 618.0	6 680.0	6 680.0	0.0%	+ 0.5%
Nepal	3 964.0	3 892.0	3 892.0	0.0%	- 0.9%
Turkey	1 139.5	1 123.4	1 062.5	- 5.4%	- 3.4%
Kazakhstan	878.0	869.0	869.0	0.0%	- 0.5%
Japan	15.0	14.4	13.8	- 4.2%	- 4.1%
China (E)	6.7	6.7	6.7	0.0%	0.0%
Korea, Republic of	5.0	4.9	4.7	- 3.8%	- 3.0%
Israel	0.7	0.7	0.7	0.0%	- 2.6%
Africa					
Kenya	1 944.0	2 000.0	2 000.0	0.0%	+ 1.4%
Egypt	651.4	658.4	658.7	+ 0.0%	+ 0.6%
South Africa	1.1	1.2	1.1	- 3.5%	- 0.2%
Zimbabwe	0.2	0.2	0.2	+ 2.1%	+ 4.5%
South America					
Brazil	1 152.0	1 140.6	1 129.7	- 1.0%	- 1.0%
Colombia	394.0	414.0	414.0	0.0%	+ 2.5%
Argentina	10.3	10.4	10.4	+ 0.3%	+ 0.8%
Chile (C)	4.5	4.4	4.4	- 1.1%	- 1.1%
Uruguay	3.4	3.3	3.2	- 3.9%	- 3.2%
EU 27	1 069.7	988.8	919.4	- 7.0%	- 7.3%
Poland	217.0	200.0	170.0	- 15.0%	- 11.5%
Germany	59.9	57.3	54.8	- 4.4%	- 4.4%
France	51.2	49.1	47.2	- 3.9%	- 3.9%
Italy	26.5	25.9	25.4	- 2.1%	- 2.2%
Lithuania	30.9	27.5	23.9	- 12.9%	- 11.9%
Austria	25.6	24.6	23.9	- 3.2%	- 3.5%
Ireland	18.9	18.9	18.9	0.0%	0.0%

2023 Report available now!



IDF - Fact Sheets

IDF Factsheet 23/2022



November 2022

Executive Summary of IDF Country Update – November 2022

Scientific excellence
Industry applicability
Strategic networking
Global influence



Series summary

Members of the IDF Standing Committee on Dairy Policy and Economics and the Standing Committee on Marketing updated market results and conditions in 22 countries during the previous six months (1). Spanning the globe, these countries represent over 60% of the world's milk production and the vast majority of its world trade in dairy products.

Now in the third year since the beginning of the Covid-19 pandemic, the dairy industry around the world is showing signs of a general transitioning towards a new post-pandemic reality. Factors unrelated to the pandemic also impact milk production and consumer choice.

Milk Production

On a country basis, the median growth rate was a negative 1.2%, but within a wide range of -7% to +7%. Only 6 countries report increasing production; of these, only China and Russia are large milk-producing countries. This is in contrast to the previous year when growth was slower than the historical trend but still positive, especially in the robust milk-producing areas of North America, New Zealand and Ireland. This year, Australia and New Zealand reported the largest production declines and the US, Canada and Ireland were only barely above the median but still negative.

Farm Gate Milk Prices

In contrast to last year, milk prices have been very high, but no small part of this is due to the fact that production costs have been very high. Of chief concern is the dramatic increase in grain and energy prices primarily caused by the conflict in Ukraine. In many parts of the world, harsh weather patterns, exacerbated by climate change, have added stress to the production of feed crops and/or the health of dairy animals. This has ranged from drought to flood as well as extreme temperatures.

1. Australia, Canada, Chile, China, Denmark, France, Germany, Iceland, India, Ireland, Japan, Republic of Korea, Netherlands, New Zealand, Norway, Poland, Russia, South Africa, Sweden, Switzerland, United Kingdom, United States. In 2021, 18 countries participated, including 15 of those participating this year.

IDF Factsheet 21/2021



December 2021

Executive Summary of IDF Country Update – December 2021

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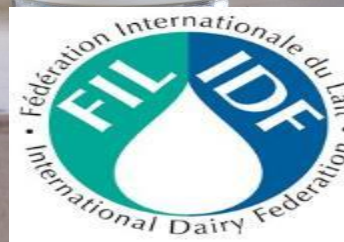


Series summary

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Now in the second year of the Covid-19 pandemic, the dairy industry around the world has proven to be quite resilient despite numerous challenges to production, supply chains and consumer access. With each country on a somewhat different timetable but mostly similar path, markets are moving in the direction of pre-pandemic patterns, but pandemic effects remain. Other factors that have been shaping dairy markets for some time continue to impact milk production and consumer choice.

Milk Production



IDF Webinars inline with the SCDPE work



The Italian Dairy Sector: how it is structured and its economic scenario

IDF Standing Committee on Dairy Policies and Economics
18th April 2023, Rome



Intro to U.S. Dairy Economic & Market Overview

October 2023

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How the IDF work feeds into the work of the South African Dairy Organisations



A Milk SA publication compiled by the Milk Producers' Organisation



LACTO DATA

SUMMARY OF THE KEY MARKET SIGNALS FOR THE DAIRY INDUSTRY

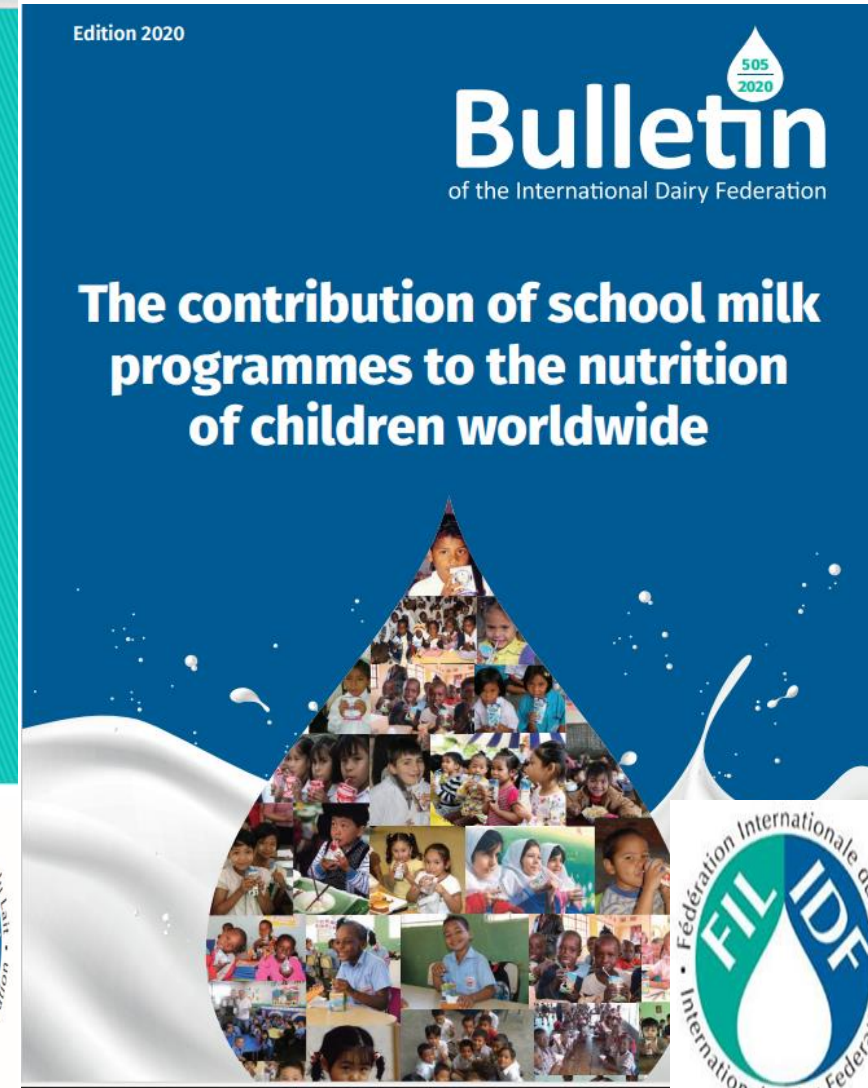
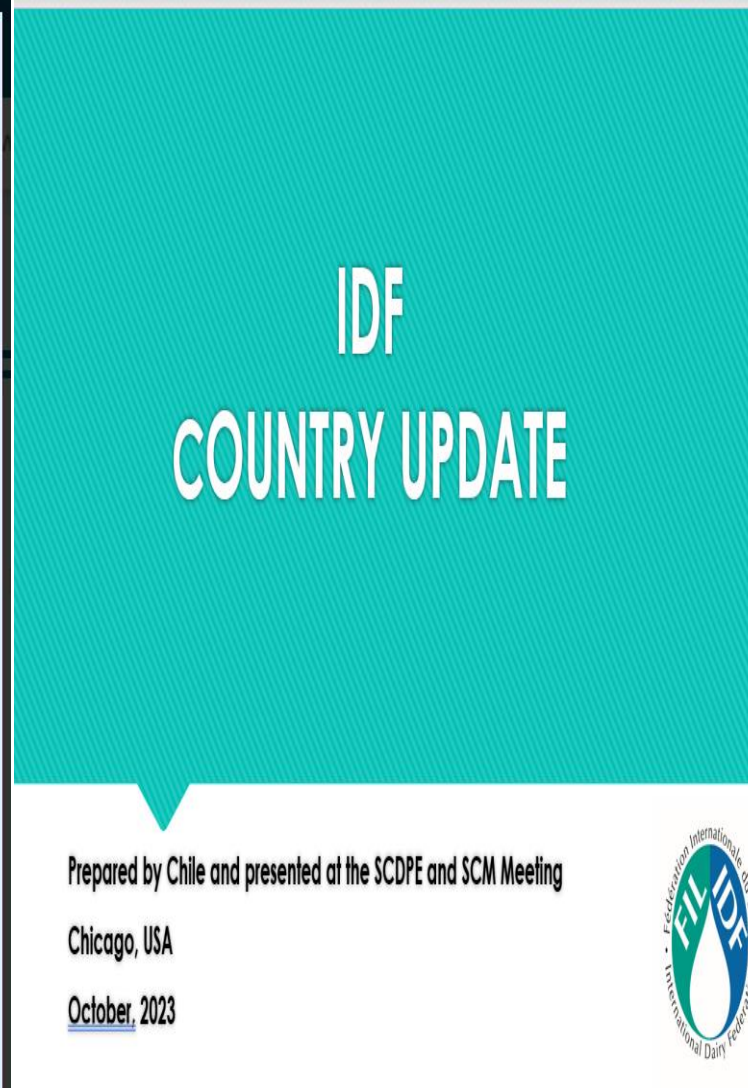
FEBRUARY 2024 EDITION

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4	THE SOUTH AFRICAN MARKETS FOR DAIRY PRODUCTS AND UNPROCESSED MILK	
	ANNEXURE A	



Interaction with other Steering Committees

Global Marketing Trends, Understanding changes in dairy consumption around the world. The objective of the GMT is to gather local marketing trends in order to obtain insights into global movements and trends.



Contribution of the IDF work to other Organisations e.g. FAO, OECD, IFCN



OECD-FAO Agricultural Outlook 2023-2032



7 Dairy and dairy products

11

This chapter describes market developments and medium-term projections for world dairy markets for the period 2023-32. Projections cover consumption, production, trade and prices for milk, fresh dairy products, butter, cheese, skim milk powder and whole milk powder. The chapter concludes with a discussion of key risks and uncertainties which could have implications for world dairy markets over the next decade.

OECD-FAO AGRICULTURAL OUTLOOK 2023-2032 © OECD/FAO 2023



Dairy Report 2023

Helping people in the dairy world to make better decisions



IFCN
The Dairy Research Network



Concluding Remarks

- The work of the IDF – SCDPE plays a critical role in enhancing knowledge, in terms of Dairy Policies and Economics around the world.
- This work also provides comprehensive and critical data, on the dairy industries around the world.
- Other work that the SCDPE is looking at is the Strategic plan implementation for the SCDPE, Study on the Milk Price volatility and methods for addressing, and new work looking at imports and export requirements for dairy products in different countries.
- The IDF SCDPE, currently also collaborates with the critical organisations in the policy and economic space like the FAO, OECD, The Pan-American Dairy Federation (FEPALE) and others.



THANK YOU DANKIE



For
More Information Contact:
Ndimiso Mazibuko
Ndimiso@sampro.co.za





GLOBAL DAIRY EXPERTISE SINCE 1903


INTERNATIONAL DAIRY FEDERATION

70/B, Boulevard Auguste Reyers
1030 Brussels - Belgium


Tel: +32 2 325 67 40


Email: info@fil-idf.org

Fax: +32 2 325 67 41

 www.fil-idf.org

 [@FIL_IDF](https://twitter.com/FIL_IDF)

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