# View from inside the farm gate:

Reducing the environmental footprint whilst building a profitable dairy business

Glenn and Sarah Jones; Canterbury, New Zealand.



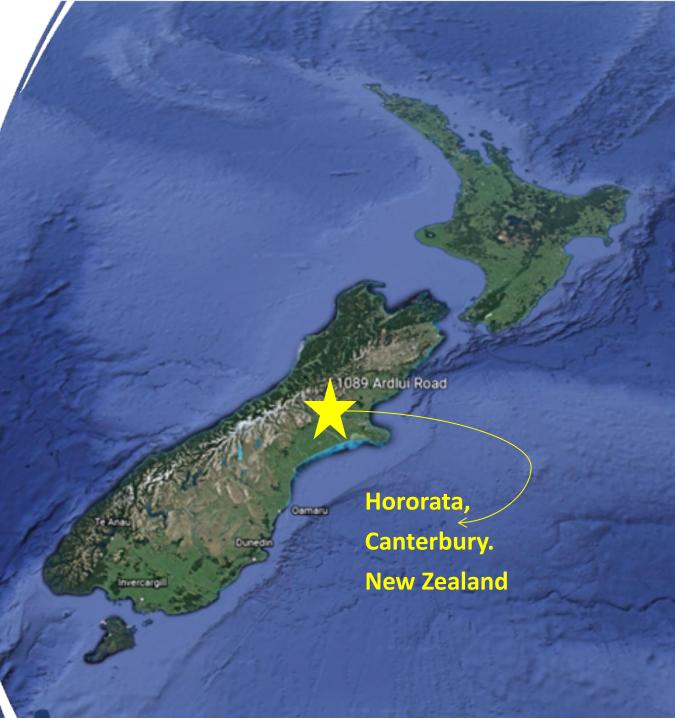








- 50:50 HOSM
- Hororata, Canterbury
- 175ha Effective
- Fully irrigated
- 650 cows
- 285,000 kg MS



### • How did we get here?

### ·2017/2018

- 50:50 Sharemilking Waterton Agricultural Limited
  - 650 cows, 175ha Hororata, Canterbury

### ·2021/2022

Shareholders and Director in Highveld Pastures Ltd.

• 1150 cows, 220ha + (106ha lease) Methven, Canterbury.

• Where are we going....

Goals keep them going



- Family business Kids
- Lifestyle
- Equity Growth
- Love farming
- Dairying great industry to be in!

### WHY?





## Our Farming System.

Grass is king
Good cows
Simple system
Profitable

- Grass harvested 16t/ha
- 3.7 cows/ha
- Cows wintered off farm in same catchment
- \$1795/ha Operating Profit\* (19/20)
  - This compares to \$1804/ha for the benchmark
  - \*Based off 2019/2020 NZ-DairyBase benchmark: Sharemilker 50:50 Canterbury.



**Financials** 

Profit is key

- Know our financials
- Question costs
- High Irrigation costs
   \$473/ha vs \$211/ha
   (Dairybase: 50:50 Canterbury )

Pasture Re-grassing 20% year

- How are we doing it?
- What are we using?

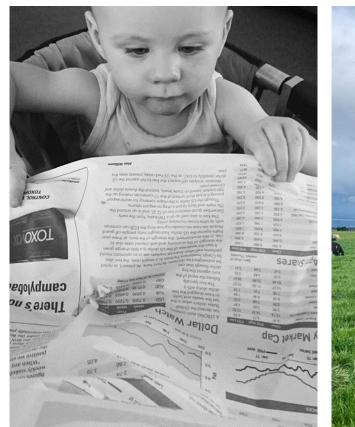
### Support progression

- Rising wage cost
- Supply International staff
- Value add
- Build our brand

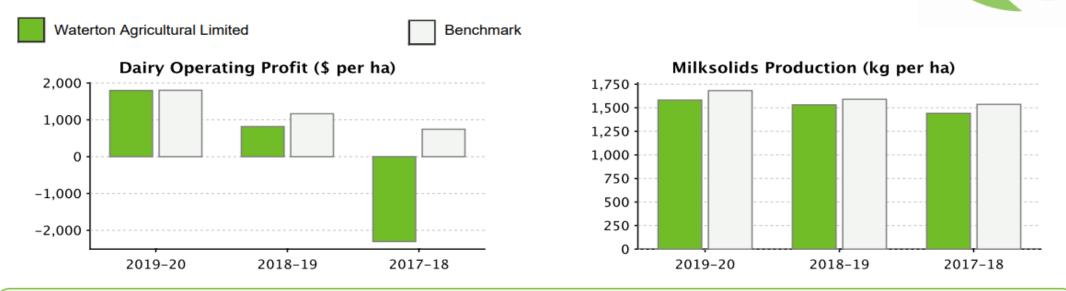
- <u>**Cows</u>** Quality not quantity</u>
- Reliable data
- Bottom 20% beef
- Mating heifers





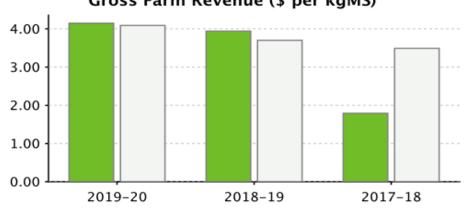


#### **Operating Performance Summary**

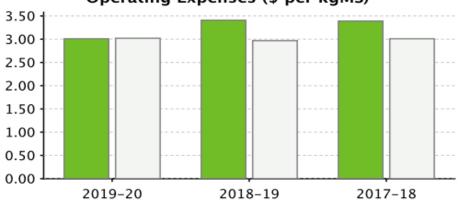


Your Operating Profit for the 2019-20 season was \$1,795 per hectare. This compares to \$1,804 for the benchmark.

Operating Profit is made up of Gross Farm Revenue \$4.15 per kgMS less Operating Expenses \$3.01, multiplied by the production per hectare of 1,582kg (Benchmark GFR:\$4.09 Opex:\$3.02 MS/Ha: 1,682kg)



#### Gross Farm Revenue (\$ per kgMS)



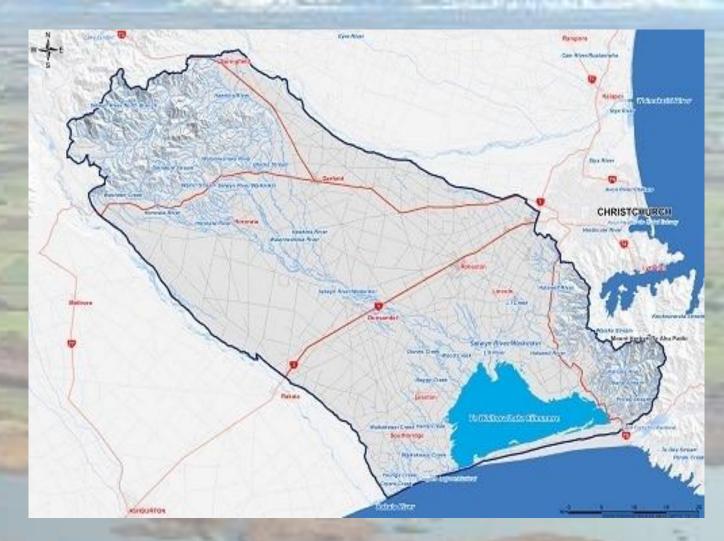
#### Operating Expenses (\$ per kgMS)

Benchmark: Sharemilker '50-50' Canterbury Number of farms in benchmark: 20 (2019-20) 21 (2018-19) 21 (2017-18)

### Selwyn/Te Waihora Catchment

### **Regional Level :**

- Selwyn/Te Waihora: Sub-Regional Plan
- Water quality crucial Nitrogen
   and Phosphorus
- Mahinga Kai Cultural/Maori significant area for food gathering.



### Farm Level: Selwyn/Te Waihora Catchment

Requires **30% N loss** to water from baseline good management practices 2009-2013 by 2022

• Our baseline 84kg/N

• 2021

52kg/N ☑ = 38% Reduction

10

How?

✓ Less N fertilizer

Timing of fertiliser

Placement of fertiliser

✓ More efficient use of

water

# Purchased N surplus (Kg/N/ha)

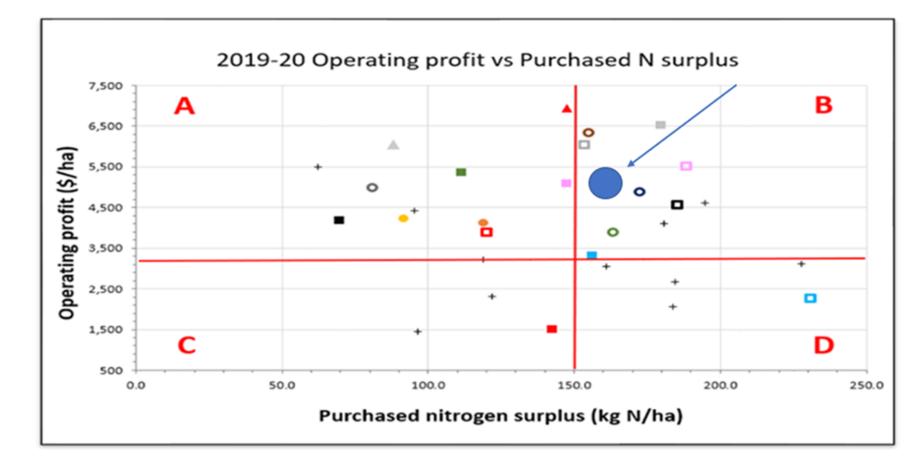
Know your number...

✓ 162 kg N/ha 19/20 season

- What Drives This?
- What can we do?
- The future....Grass!

2019-2020 **162kg** N/ha 2020-2021 **132kg** N/ha 2021-2022 **120kg** N/ha

N-Cap 190 N/ha of synthetic fertilisers from 2022





# GHG: Enteric methane (TCO2 eq./ha)

Know your number...

✓ 10.3 T/ha 19/20 season

- What Drives This?
- What can we do?
- Highly profitable = Options!
- The future....

