





Lean Farming Intensification?

- •Economies of Scale
- Labour Efficiencies
- •Capital Intensive
- •Resource Hungry
- Increasingly Complex
- •Difficult to manage well
- •Wasteful

•Now in a prolonged cost:price squeeze

Lean Farming Extensification – NZ style?

Low Input/OutputLarge Numbers

•Ruthless Efficiency!



Lean Farming **Lean Production Post War Toyota / Lean Economics**

- Minimising Waste thru
 Internalisation
 Localisation
 - •Simplification

Our preferred option. Sounds good, but.... Can we do it with some compassion?

Cream o' Galloway

Lean Farming Farm - Current

Physical	
Dairy Cows - Ayr x SRB (x HFR)	90
Litres	7200
Concentrates	2T
Bred to Dairy Bull (AI)	50%
Bred to A.Angus Bull	50%
Finished or reared for replacements	ALL
Antibiotic usage – compared to 1998	-90%
Vaccines and anthelmintics since 1998	0
Labour	1

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Lean Farming Farm - Current

Herd Health

BVD, IBR, Neospora	Negative
Lepto, Johnes, Parasitic Worms	Low
Milk Fevers, Acidosos, RDAs	<1%
SCCs	200 +/-50
Replacements	15%
Cows treated for Mastitis	10%
Calves treated for scour/pneumonia	<1%
Mortality rate (all cattle)	2%
Locomotion Scores (1,2,3,4)	92%, 6%, 3%, 1%

Lean Farming Farm - Current

Financial (organic)

ppl			Variable Cost		Net Margin
Us	25.31	26.15	10.24	10.29	5.62
Average	25.56	26.29	10.67	14.83	0.79

This is pretty 'Lean' already. So why change?

Lean Farming Why Change?

PHYSICAL

- •Old buildings unfit for purpose
- •Environmental
- •Unattractive working environment

CHALLENGES AHEAD

- •Climate Change Commitments
- •Resource Depletion
- •EU Groundwater Directive
- Animal welfare considerations
- •Social fewer Brits willing to work on dairy farms

Lean Farming The Plan

- •Leave calves with mothers until calving again
- •Use dual purpose crossbreds MontB x SRB x BFr
- •Milk once a day
- •Auto tandem parlour
- •High welfare housing
- •Pedometers for heat detection
- •Micro Anaerobic Digestor



Lean Farming

	Current	Proposed
Milk Sold/cow	6800	3500
Cow numbers	90	140
Lactations	5	8
Age at first calving	3	2
Cow live wt	575	615
Months to finish beef	30	22
Numbers of finished beef	54	99
Numbers of finished dairy	19	19
Finished cattle (dwt)	285	305
Carcass Grade (R/O+/O-) %	5/70/25	30/60/10
Concentrates /Cow (T/yr)	2	1
Concentrates /Calf (T/yr)	0.8	0.5
Livestock Units	230	280

Lean Farming Outcomes

Financial	Current	Proposed	% Diff
Milk Sales (1)	612,000	490,000	-20
Cattle Sales (kg dwt)	20,800	36,000	+73
Concentrates Used (T)	250	208	-17
Milk Sales (£K) @32ppl	196	157	-20
Cattle Sales (£K) @350ppkg	68	121	+78
Concentrate Costs (£K) @ £315/T	79	66	-17
Margin over concentrates	185	212	+14



Lean Farming Outcomes

- A.D. (capex £200K, grants £80K, 25kWhe)
- •Generate 160 MWh electricity + 175 MW hot water
- •Enhance N. Fertiliser value of slurry by 20%
- •Reduce BOD of slurry by 70%
- •Reduce CO₂e/kg output by 20%
- •Reduce energy consumption/kg by 15%
- **Animal Welfare**
- •Happier, healthier
- •More productive, more profitable (?)
- Social
- •Highly desirable working conditions 4-5hrs/day

Lean Farming

The downside....

- Cash flow yrs 1-3
- •A lot of unknowns no one is doing it
- Lots of changes at the same timeHigh risk
- •But... surely worth a go?!

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