WEEKLY ECONOMIC REPORT: Farm Advisors NZ Ltd & AgSafe NZ Ltd

Property & Farm Management Consultants& Safety Consultants

Phone: 027-2872886; e-mail: findlay@farmconsulting.co.nz We are located at Innovation Park in Hamilton. Website: www.farmconsulting.co.nz http://agsafe.nz Follow AgSafe on Facebook.

<u>25 January 2025</u>

Range 28 to 40 kg DM/ha/day. Lack of moisture & wind!! Daily grass growth rates: 1975 kg DM/ha. Everything needs some rain. Average pasture cover: 10 cm soil temperature: 20.5°C Rainfall (Hamilton)- Month to date 12.5 mm January 10 yr Av 98 mm. \$3.620/kg Stock prices report: Steers Bulls \$3.810/kg \$2.310/kg Boner Cows Store lambs \$87.40/head

Weaner bulls 100-120 kg \$6.16/kg. av price \$686.48

Make sure you have the pregnancy testing booked in as knowing what cows you have will assist in any early culling decisions. With the dry conditions it is essential that there is ample water for the stock. Stock fighting around troughs will damage the ballcocks and overflowing troughs waste precious water.

	Week commencing	27 Janua	ry 2025			
	This Week Nth Is	Th	This Week Sth Is		Week	1 Year ago
18 kg YX Lamb (cents/kg)	\$7.65	\$7.50		\$7.57		\$5.67
21 kg Mutton (cents/kg)	\$3.60	\$.	\$3.40 -			\$2.30
P2 Steer (270 to 295 kg)	\$6.60	\$	5.30	\$6.45		\$5.20
M Cow (160 to 195 kg)	\$5.00		4.75	\$4.87		\$3.67
Bull (270 to 295 kg)	\$6.70	\$	\$6.35 \$6.		,	\$5.27
Venison (60 kg AP Stag)	\$9.30	\$	9.05	\$9.17	,	\$8.67
			Previous Week		1 year ago 2 yrs ago	
Fine Crossbred Indicator price	\$3.30		\$3.30		\$ 3.45	\$ 3.85
Mid Micron Indicator price	\$5.13		\$5.13		\$ 5.13	\$7.32
Butter (NZ \$ per tonne)	\$11,750		\$11,750		\$ 9400	\$ 6875
Skim Milk Powder (SMP NZ \$ per tonne)	\$ 5000		\$ 5000		\$ 4300	\$ 4300
Whole Milk Powder (WMP NZ \$ per tonne)	\$ 6880		\$ 6880		\$ 5400	\$ 4900
Cheddar Cheese (NZ \$ per tonne)	\$ 8500		\$ 8500		\$ 6850	\$ 7600
Casein (lactose casein NZ \$ per tonne)	\$14,100		\$14,100		\$13,175	\$20250
Global Dairy Trade Index	1218		1202		1061	1030
US currency	\$0.570		\$0.560		\$0.611	\$0.647
Euro	\$0.546		\$0.544		\$0.563	\$0.594
Australian dollar	\$0.903		\$0.903		\$0.927	\$0.916

Finance: The NZ dollar finished the week up slightly on the previous couple of weeks but remains weak against the US dollar. Brent Crude has lifted to +\$86.50/barrel. Trump is wanting oil prices down to try and starve the Russians out of the war.

Wool: Wool prices remain in the doldrums. Let's hope 2025 will bring something exciting to the wool industry.

Beef, Sheep & Venison schedules: Meat schedules are steady. Venison prices are good. Lamb schedules are a concern & perhaps we need a ramp up the national lamb day in February. Beef prices are OK.

Dairy Prices. The g/DT lifted 1.4% with WMP up 5% to \$US3988/tn, Butter +2.2% while AMF fell 7.8%. It was a very good result underpinning the seasons expected Farm Gate Milk Price..

The spore counts are generally low across the country but protection & prevention measures should be underway. The Whakatane and Whitianga areas are the only areas showing counts above the accepted threshold of 30,000. Do you need to review you Health & Safety policies and procedures?

Quote: "The ultimate test of a man is not where he stands in moments of comfort & moments of convenience, but

where he stands in moments of challenge & moments of controversy." Martin Luther King Jr.

Need Help. If at any time you just want to talk & need someone to talk to, just call - Male Support Services (Waikato) 0800-677-289, or Rural Support Trust 0800-787-245. Crisis TXT – HELP (4357). A shared problem can be a problem solved!!

You can hear us live on the radio on Monday morning at 7.35 am with Brian Kelly on Country Sport Breakfast – Radio NZ Gold AM. 792 AM in the Waikato & 1332 AM in Auckland.

Jim's Weekly Rant:

Donald Trumps inauguration heralded some massive changes for the USA. There was no mucking around and he just signed a 100+ executive orders that have changed the face of a nation overnight. I was thinking of this in relation to how our government mucks around dropping hints of change then developing a three-month strategy then comes up with another idea for the next three-months. The economic turn-around in the USA appeared to be almost instantaneous while NZ wallows in an economic depression for two to three years at a time. We have also seen Argentina vote in a new rightwing president who introduced some massive policy changes in an economy that has been the basket-case of South America (if you exclude Venezuela) that have worked reducing inflation and turning the countries massive deficit into a modest surplus over 18-months. The measures were tough. The achievement was facilitated by a combination of reductions in budgetary allocations (for things including public works, economic subsidies for energy and transportation, and transfers to provinces) and below-inflation increases in other areas (such as public sector wages and pensions). Reducing government expenses was not easy, but the administration pushed them through their Congress and they are now about to reap the benefits. Our coalition government has been in power now for 15 months and the "Fast-Track" legislation is still waiting to be finalised and Shane Jones will make a speech on the 31^{st} January regarding the mining and mineral extraction plans and remember that Donald Trump, just said Drill, Drill, Drill, and that is what will happen or has already started to happen. After 15 months we have just been given the proposed changes to the science sector and research initiatives, the government has announced a new bureaucracy to encourage off-shore investment in NZ. All stuff they talked about two years ago when electioneering and wanting your vote and are now just starting to do something about it. I don't want a Presidential type political system, but I do want action and to see our country get a kick-start. I still believe our government is still too afraid to tackle some of the woke leftish nonsense. Trump has said that leaving the Paris Accord and the IPCC will save the USA 3-trillion dollars and many of us believe that NZ will save billions if we leave the Paris Accord, and remember that Russia, China, India and a number of smaller countries are not hooked to the Net Zero by 2030, that means that over 50% of the worlds population are ignoring the ideological nonsense. The Methane research alone is expected to exceed a billion dollars to achieve nothing. Nationals drop in the recent polls is based on a lack of perceived activity on matters that really matter to the ordinary New Zealander and in particular their lack of understanding of the racial divisions that occurring in our society – Trumps answer to that was to put the army along the Mexican boarder and deport all illegal immigrants, it is not something that is needed in New Zealand, but expecting everyone in NZ to be a equal New Zealander is an important pillar of our society. Drip feeding policy over the term of a government will not get the economy kick-started, New Zealand needs some real action and we should demand it.! The Coalition has a year to turn things around so that as we begin the journey to the election, they must demonstrate they have the situation under control – instead of merely saying so. Whether they are up to the task – remains the big question of 2025.

Get yourself a copy of a great book - "Green Murder – a life sentence of net zero with no parole". Author - Dr Ian Plimer and perhaps the best known Australian geologist. Dr Ian Plimer has recently published a series of Three easy to read books for ankle-biters, teenagers and adults.

Also: Global Warming, a counter-blaste to the man-made global warming hypothesis - Dr Kelvin Duncan (Tross press)

Take 1.25hrs to watch the Video on YouTube - "Climate the Movie" produced by Nigel Durkin!!

Contact AgSafe NZ Ltd - Phone 027-2872886. We can prepare your Work Safe manual and hazard management plan at a very competitive price. We can arrange drug tests and farm maps for your property.

Calf rearing is important for your future production – Check out the Bell-Booth "*Queen of Calves*" rearing plan. There is research data from Massey University measuring the benefits. They are clearly documented and the long-term benefits are more production per cow and longevity of the animals!! Research has shown calves can be weaned approximately 22 days earlier when Queen of Calves is used.

Drone Spraying a cost-effective way to spray weeds, sow grass seed etc. www.dronespraying.co.nz Check it out and contact Jordan Salmon email jordan@dronezup.co.nz

For first aid training contact Practical Training Solutions - <u>https://www.practicaltrainingsolutions.co.nz/</u> If have problems & a Mediator is required, reach out to Rachel on 021 919 463 or <u>rachel@mendingfences.co.nz</u>, or visit the website <u>https://mendingfences.co.nz/</u>