

## **More milk needed to cover demand in 2030 – new technologies will and must help.**

**Between now and 2030, the worldwide demand growth for milk and milk products will be three times the level of current US milk production, this was one of the main findings of the latest publication from the IFCN – the Dairy Research Network – discussed at the 19th IFCN Dairy Conference, which opened on Monday, 11th June, in Teagasc, Moorepark, Cork.**

Today, about 876 million tonnes of milk is produced worldwide with Oceania, EU and India among the leading producers. But how much additional milk is needed in 2030?

Dr Torsten Hemme, Managing Director of the IFCN, stated: “More milk will be needed on the market. The increase of demand is not only due to more people living in the world, but also the per capita consumption will increase, due to growing prosperity and worldwide investments in dairy product development”. The founder of IFCN underlined that the increased demand will be covered by higher global milk supply. The dynamics of structural changes of dairy farms internationally will continue and farms will intensify their farming systems. Hemme said that ‘By 2030, IFCN forecasts an increase in milk production and demand in total by 35%’.

Speaking in advance of the conference, Dr. Fiona Thorne, economist with Teagasc, and Irish IFCN representative, said ‘I am honoured to have Teagasc host the IFCN conference for the first time, which brings over 80 participants from more than 40 countries to Ireland to see first-hand the sustainable low-cost grazing system operated by Irish dairy farms and discuss latest international dairy developments’.

Trevor Donnellan, Head of the Teagasc Agricultural Economics and Farm Surveys Department said “The conference has allowed international researchers to gain a better understanding of how the recent expansion of Irish milk production has been achieved.

Visitors have been particularly impressed by the way in which dairy expansion has been achieved at relatively modest cost”.

Conference participants include researchers and representatives from dairy and dairy related companies. A key topic for discussion is the future role of new technologies in milk production. The most significant developments that are expected in the future are in biotechnology and big data. Robert Walker from the Alltech Company observed: ‘New technologies will come from the capacity to collect more data. Think about drones, blockchains, picture analysis. Better technology will also help to interpret data to make production more efficient and help to safeguard resources’.

Georg Kau from DSM added “Let's do not forget the greenhouse gas emissions of the dairy sector - there are possibilities to reduce them via new technologies”.

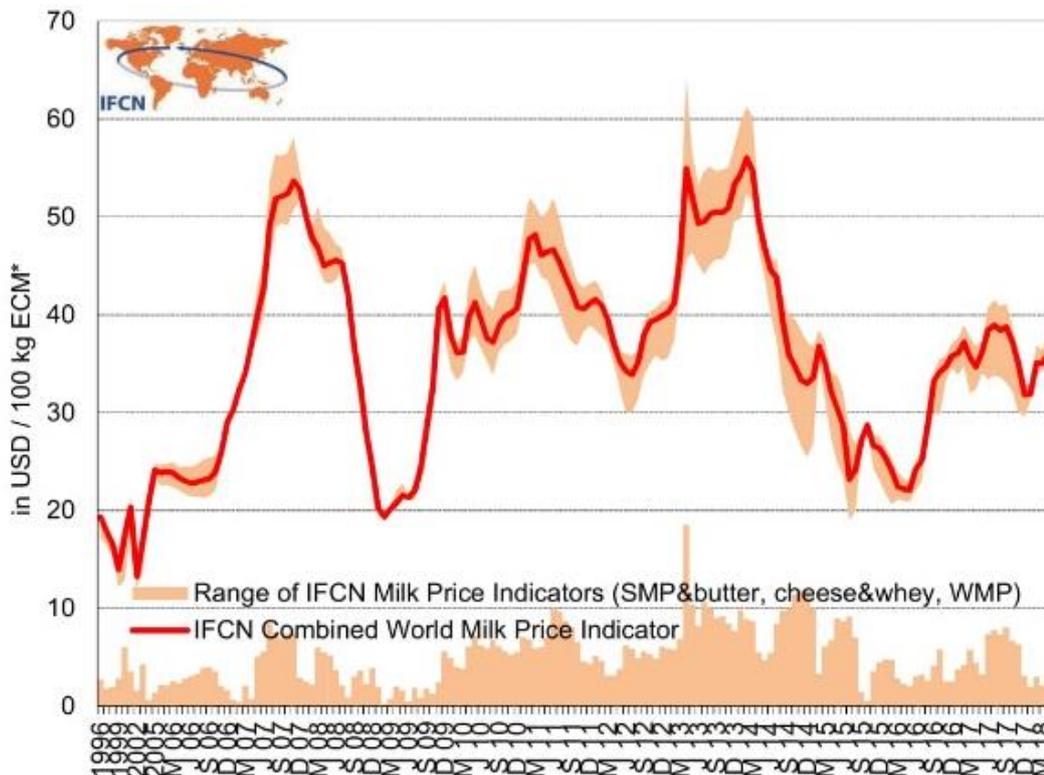
The short-term IFCN Outlook points towards a continuing increase in milk supply worldwide. In 2017 world milk production grew by nearly 4%, which is significantly higher than the growth level achieved in 2016. However, growth has started to slow down significantly in 2018. Key factors in the slower growth in 2018 are climate anomalies in New Zealand, the EU and Argentina and a challenging economic situation for dairy farmers in the United States.

For the second half of 2018, IFCN expects supply and demand growth to be more aligned, with an expected world milk price level of 35-37 USD / per 100 kg, or 30-32 EUR per 100 kg, 6.4 -6.7 per NZD per kg solid, 15-16 USD/cwt.

IFCN has published a brochure with illustrations of key numbers of IFCN Dairy Outlook 2030 article which is available for download.

IFCN thanks Teagasc for hosting the conference and DSM, the Department of Agriculture, Food and the Marine, Alltech, Bank of Ireland, Dairygold, ICOS and Ornuia for their financial support.

## IFCN Combined World Milk Price Indicator



IFCN Combined World Milk Price Indicator: weighted average of 3 IFCN World Milk Price Indicators:  
 1. SMP & butter (35%), 2. Cheese & whey (45%), 3. WMP (20%)

\*Energy Corrected Milk: 4.0% fat, 3.3% protein

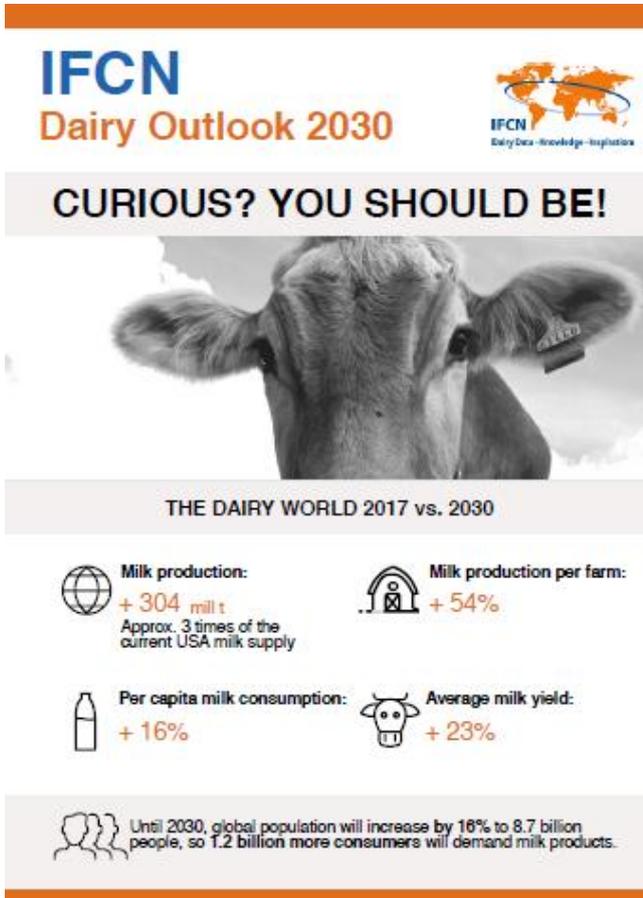
Chart 1: IFCN World Milk Price Indicator

IFCN Dairy Research Network provides globally comparable dairy economic data and forecasts through IFCN Models and a Research partners network in 95 countries. Core competences lie in the field of milk production, milk prices and related economic topics. By providing the dairy data, knowledge and inspiration IFCN aims to create a better understanding of the dairy world.



Picture 1: Participants of the IFCN Dairy Conference 2018

IFCN Dairy Research Network provides globally comparable dairy economic data and forecasts through IFCN Models and a Research partners network in 95 countries. Core competences lie in the field of milk production, milk prices and related economic topics. By providing the dairy data, knowledge and inspiration IFCN aims to create a better understanding of the dairy world.



**IFCN**  
Dairy Outlook 2030

**CURIOUS? YOU SHOULD BE!**

THE DAIRY WORLD 2017 vs. 2030

 <b>Milk production:</b> <b>+ 304 mil t</b> Approx. 3 times of the current USA milk supply	 <b>Milk production per farm:</b> <b>+ 54%</b>
 <b>Per capita milk consumption:</b> <b>+ 16%</b>	 <b>Average milk yield:</b> <b>+ 23%</b>

 Until 2030, global population will increase by 16% to 8.7 billion people, so 1.2 billion more consumers will demand milk products.

Picture 2: IFCN Dairy Outlook 2030 Brochure

## Contact person

**Swantje Bruhn**

Network Management

**IFCN**

Schauenburger Strasse 116

24118 Kiel, Germany

Phone: +49 (0)431 – 5606 - 272

Fax: +49 (0)431 –5606 – 262

E-Mail: [info@ifcndairy.org](mailto:info@ifcndairy.org) [www.ifcndairy.org](http://www.ifcndairy.org)

IFCN Dairy Research Network provides globally comparable dairy economic data and forecasts through IFCN Models and a Research partners network in 95 countries. Core competences lie in the field of milk production, milk prices and related economic topics. By providing the dairy data, knowledge and inspiration IFCN aims to create a better understanding of the dairy world.