



Australian Government
Department of Agriculture
ABARES



Outlook for meat and dairy trade between China and Australia



Jammie Penm
Chief Commodity Analyst
Assistant Secretary/Agricultural
Commodities and Trade

Research by the
Australian Bureau of Agricultural and Resource Economics and Sciences

Outline

Australian meat and dairy sectors

- beef, lamb, pork and dairy

Demand in China toward 2050

Prospects for trade

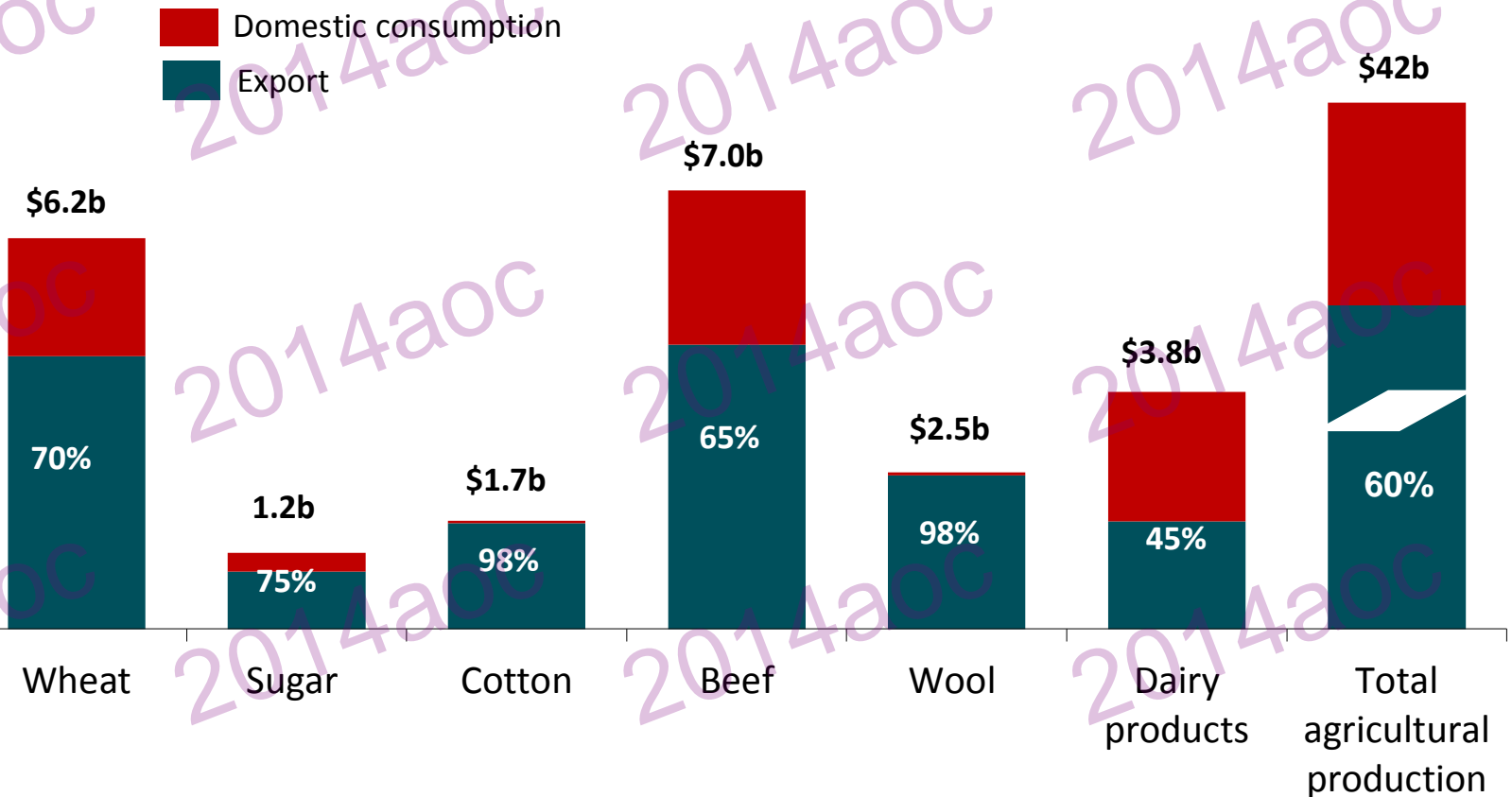
Australian livestock farming, 2012-13

	Livestock numbers (million head)	Number of farms*	Value of production (A\$ bn)	Export value (A\$ bn)
Beef cattle and calves	25.5	71 721	7.7	5.5
Dairy-milk	2.9	10 759	3.7	2.2
Sheep and lambs	75.6	43 760	2.2	1.8
Pigs	2.0	2 018	0.9	0.1

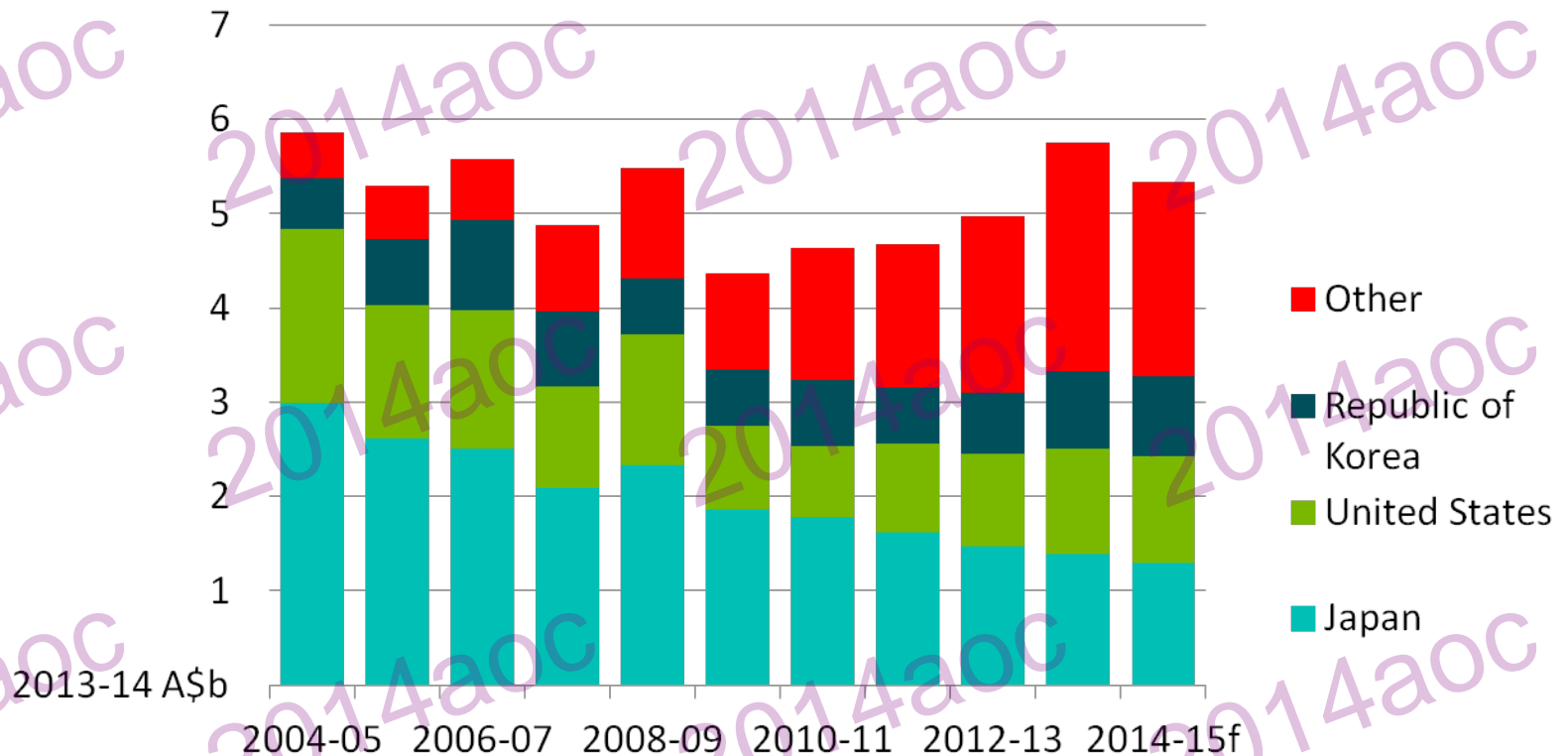
* Latest available data on farm numbers is for 2011-12

Share of agricultural production exported

average for 2009-10 to 2011-12

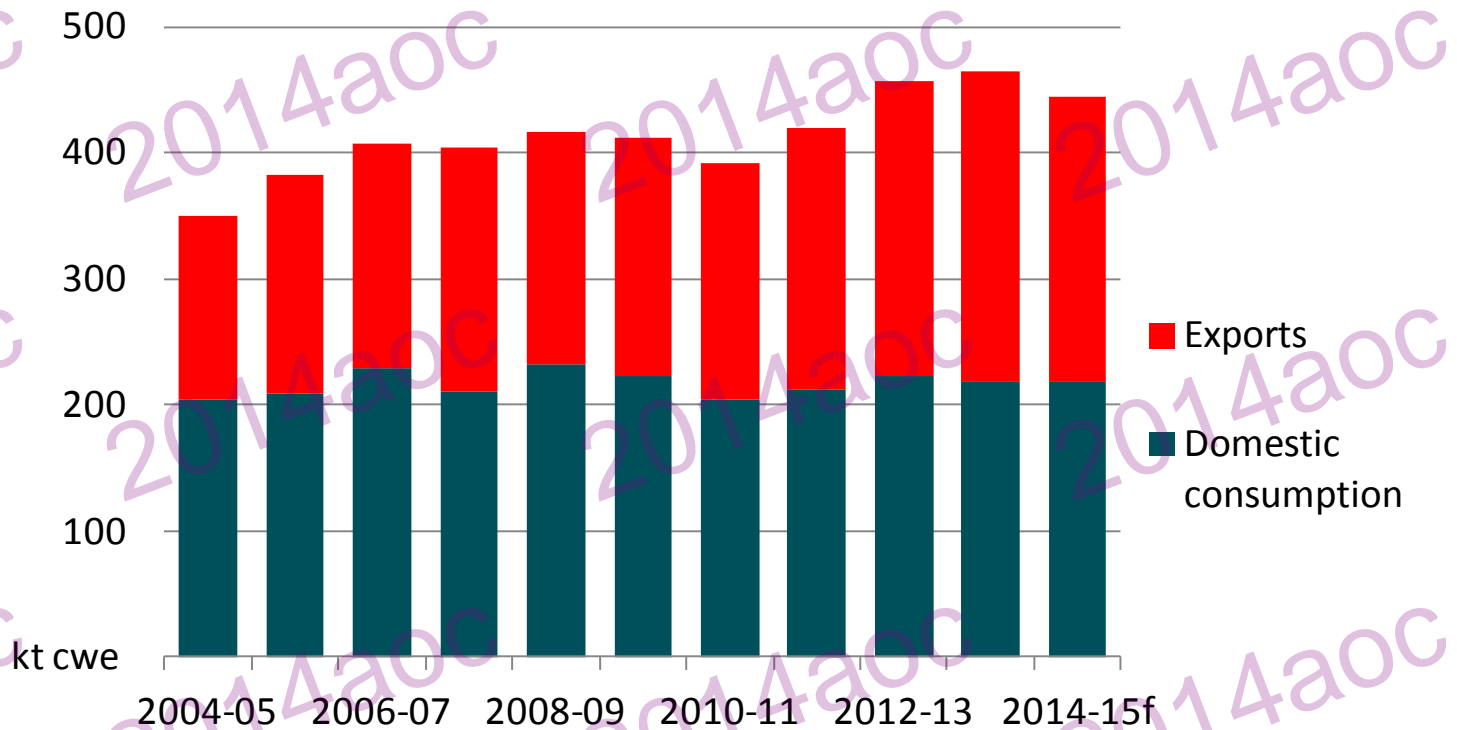


Australia is increasing beef exports to emerging markets



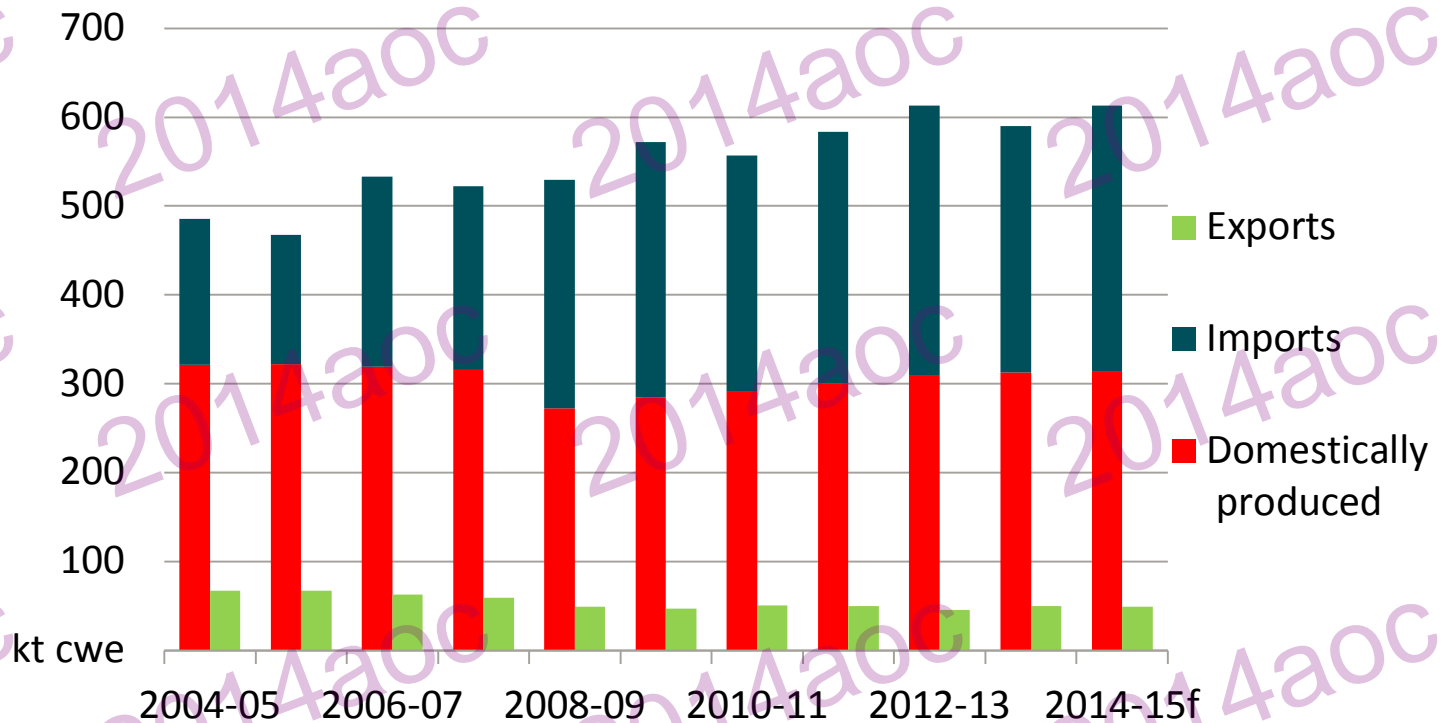
f ABARES forecast

Australian lamb production gradually rising



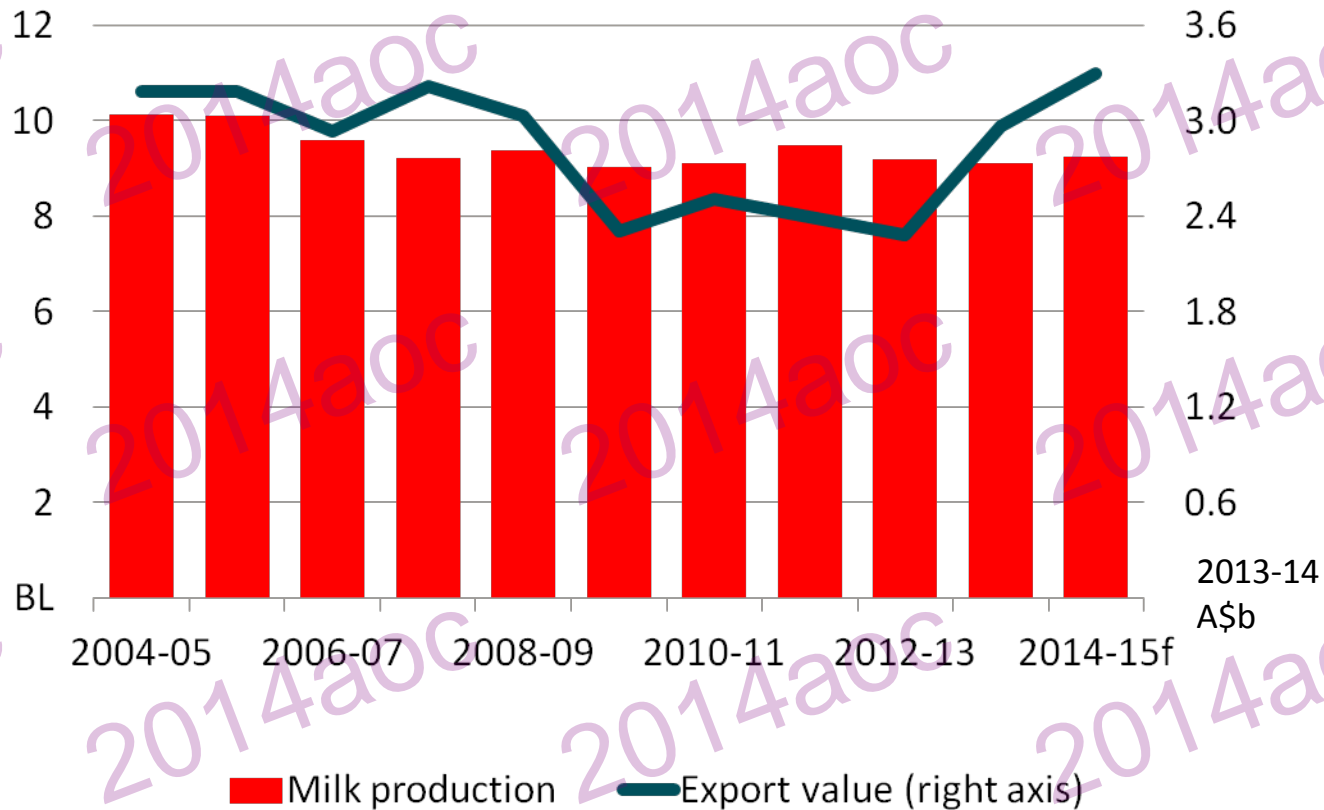
f ABARES forecast

Australian pork mainly for domestic consumption



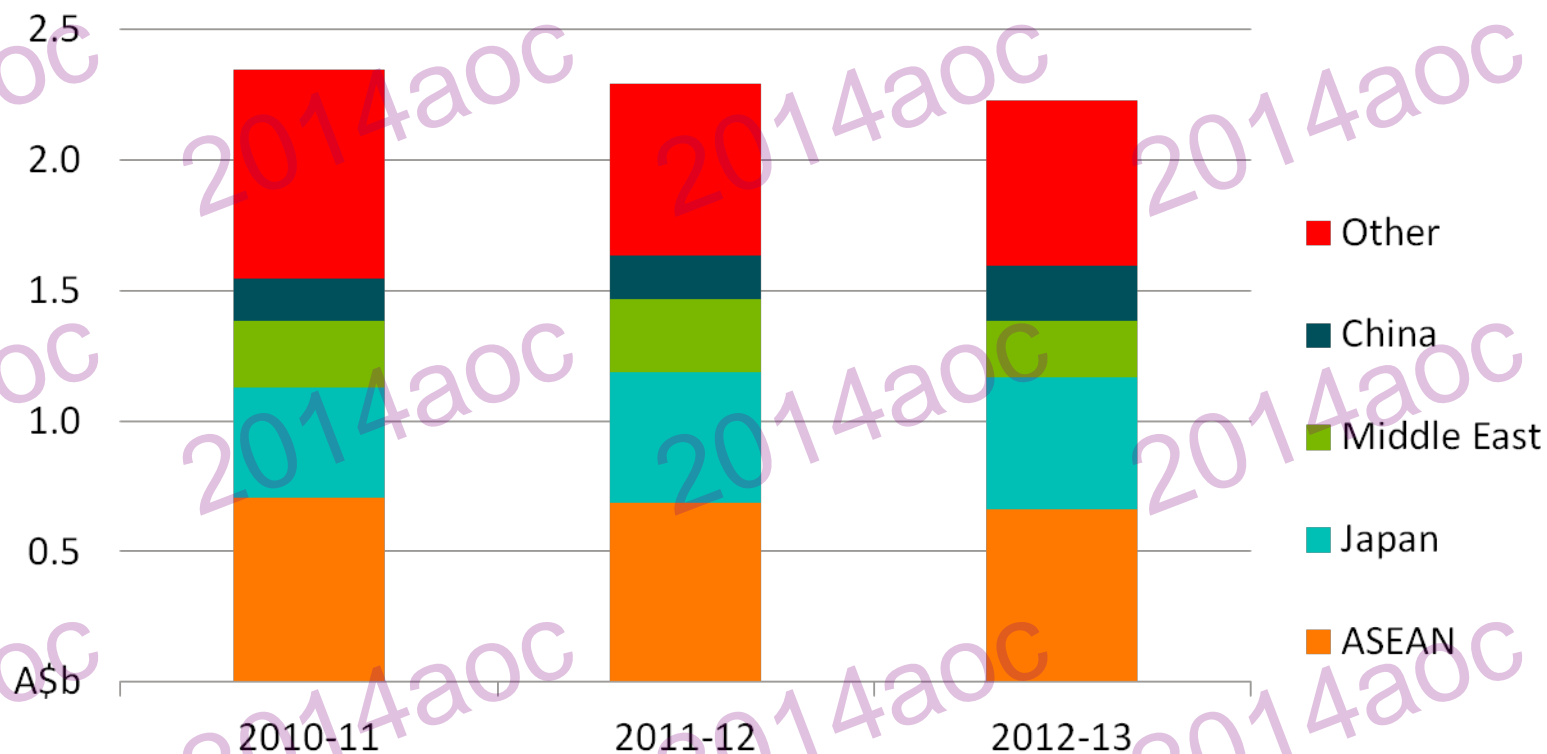
f ABARES forecast

Australian milk production relatively stable



f ABARES forecast

Australian dairy exports, major destinations



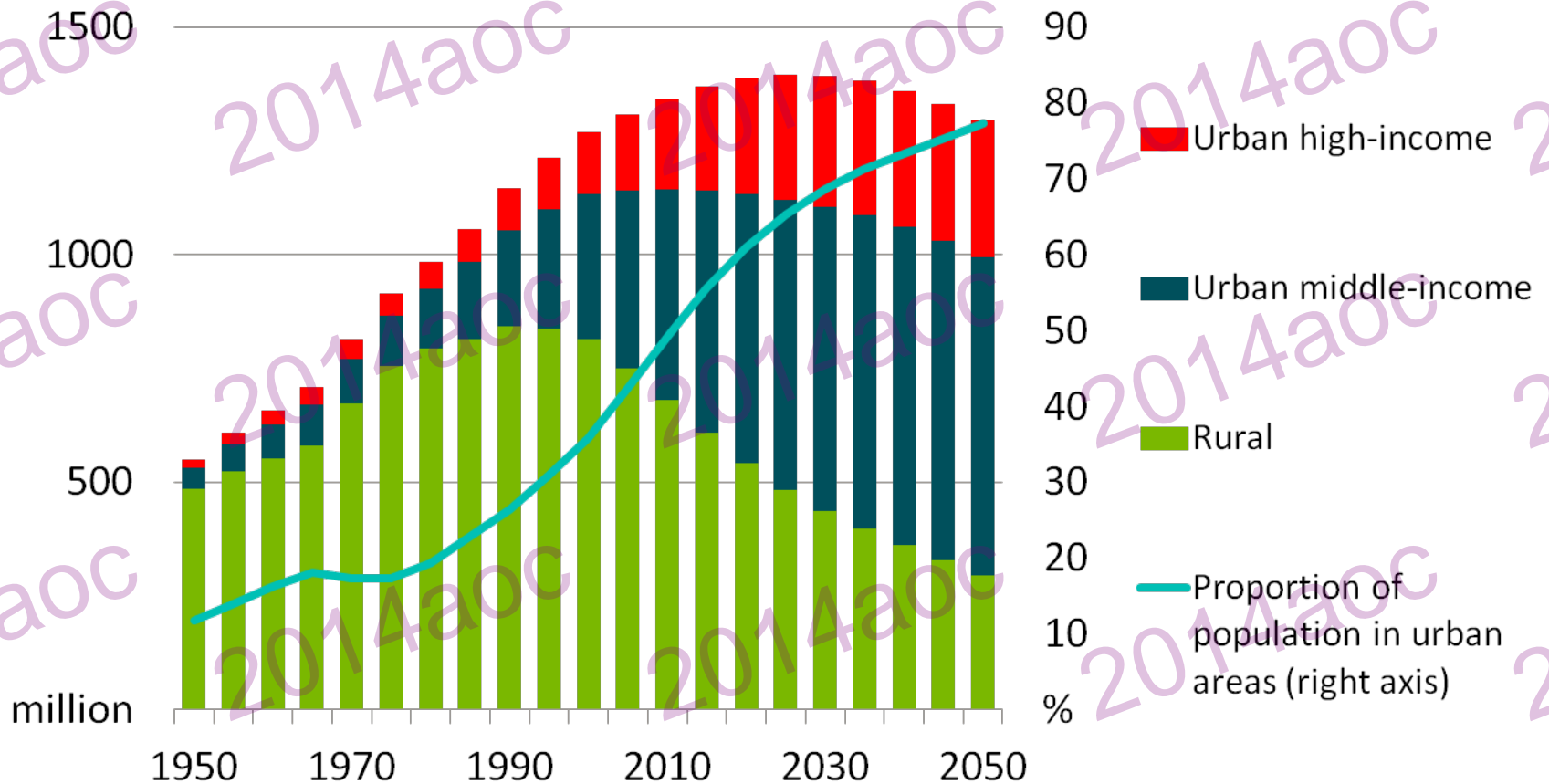
Outline

Australian meat and dairy sectors
- beef, lamb, pork and dairy

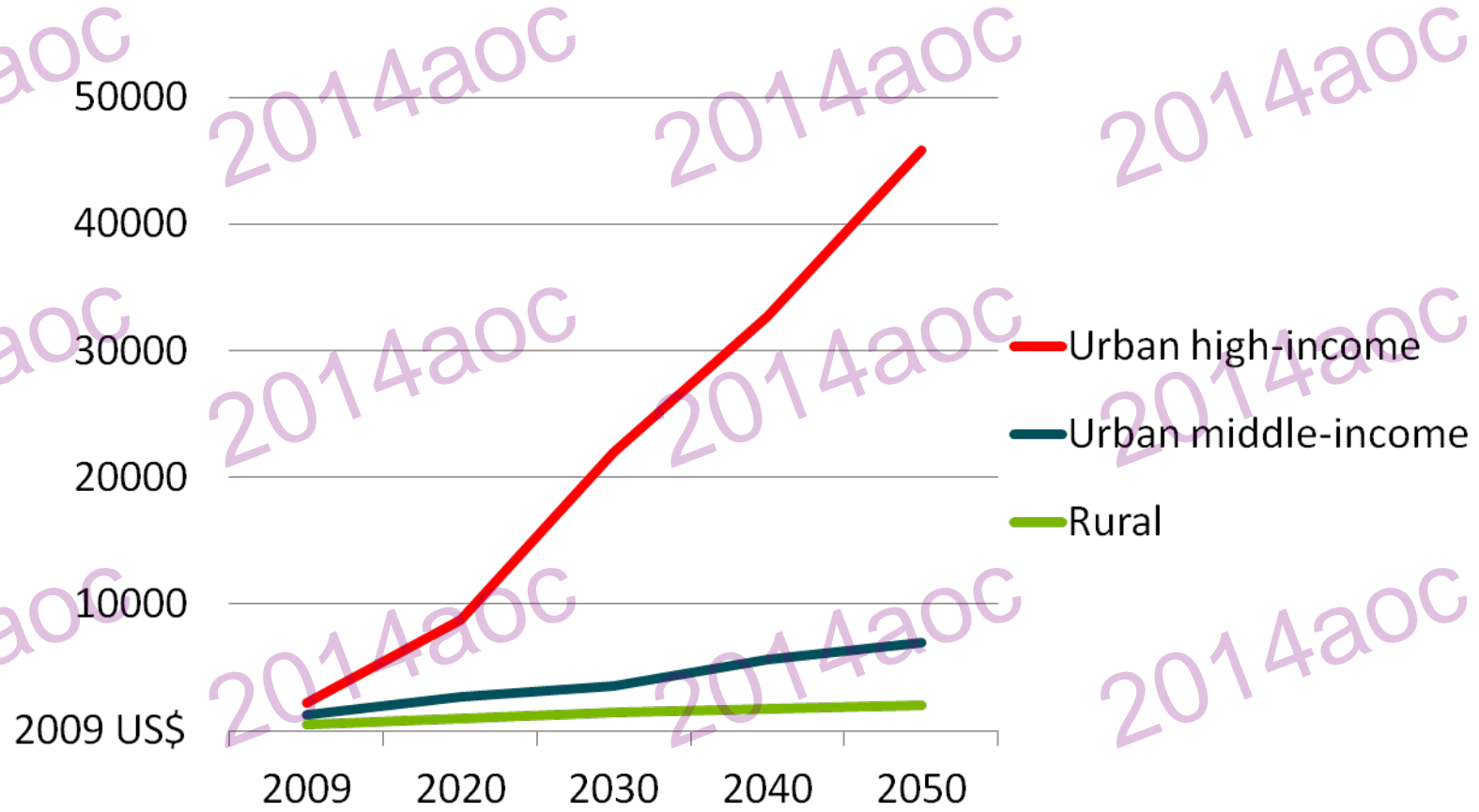
Demand in China toward 2050

Prospects for trade

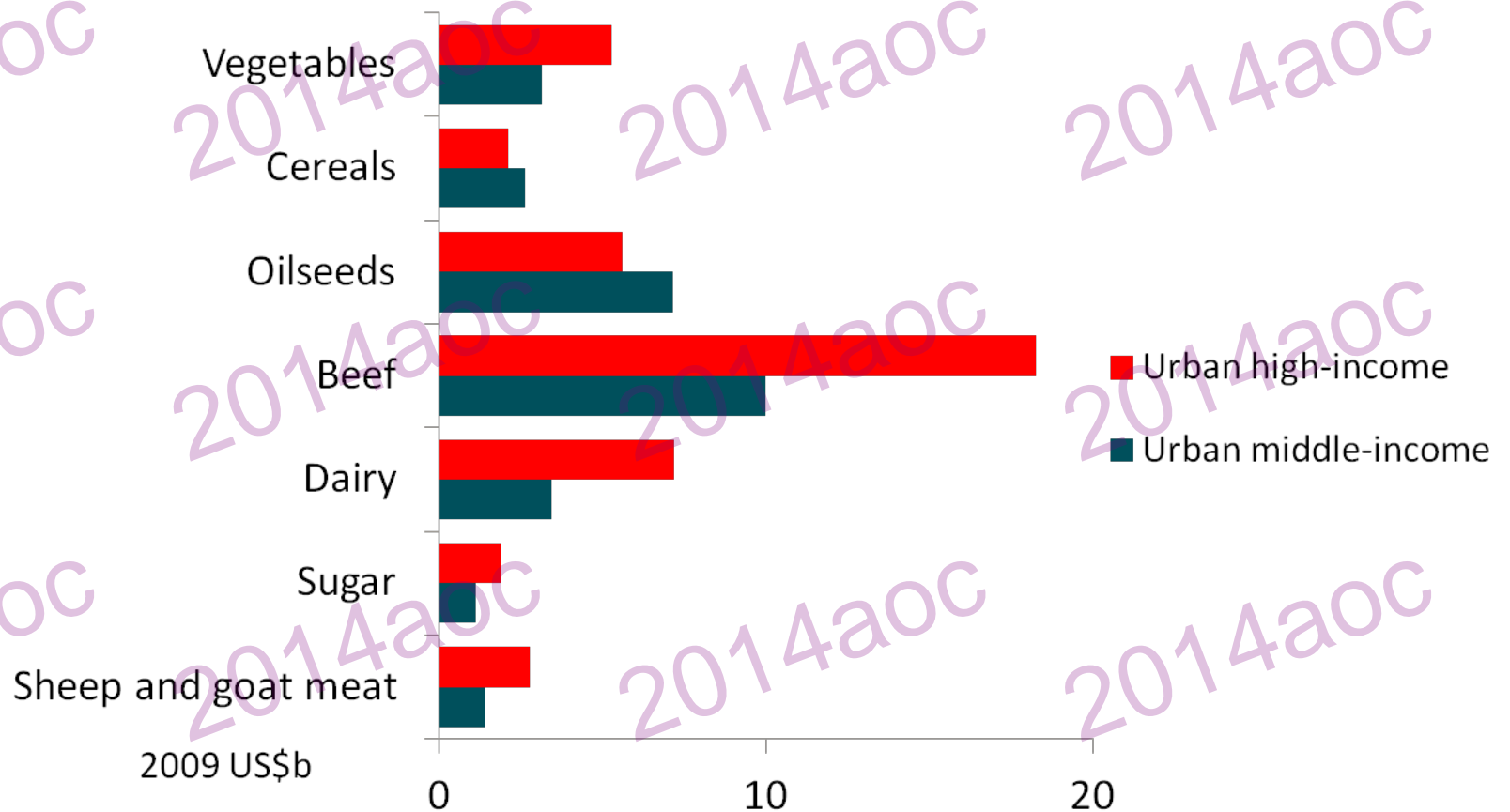
Urban population in China to grow strongly



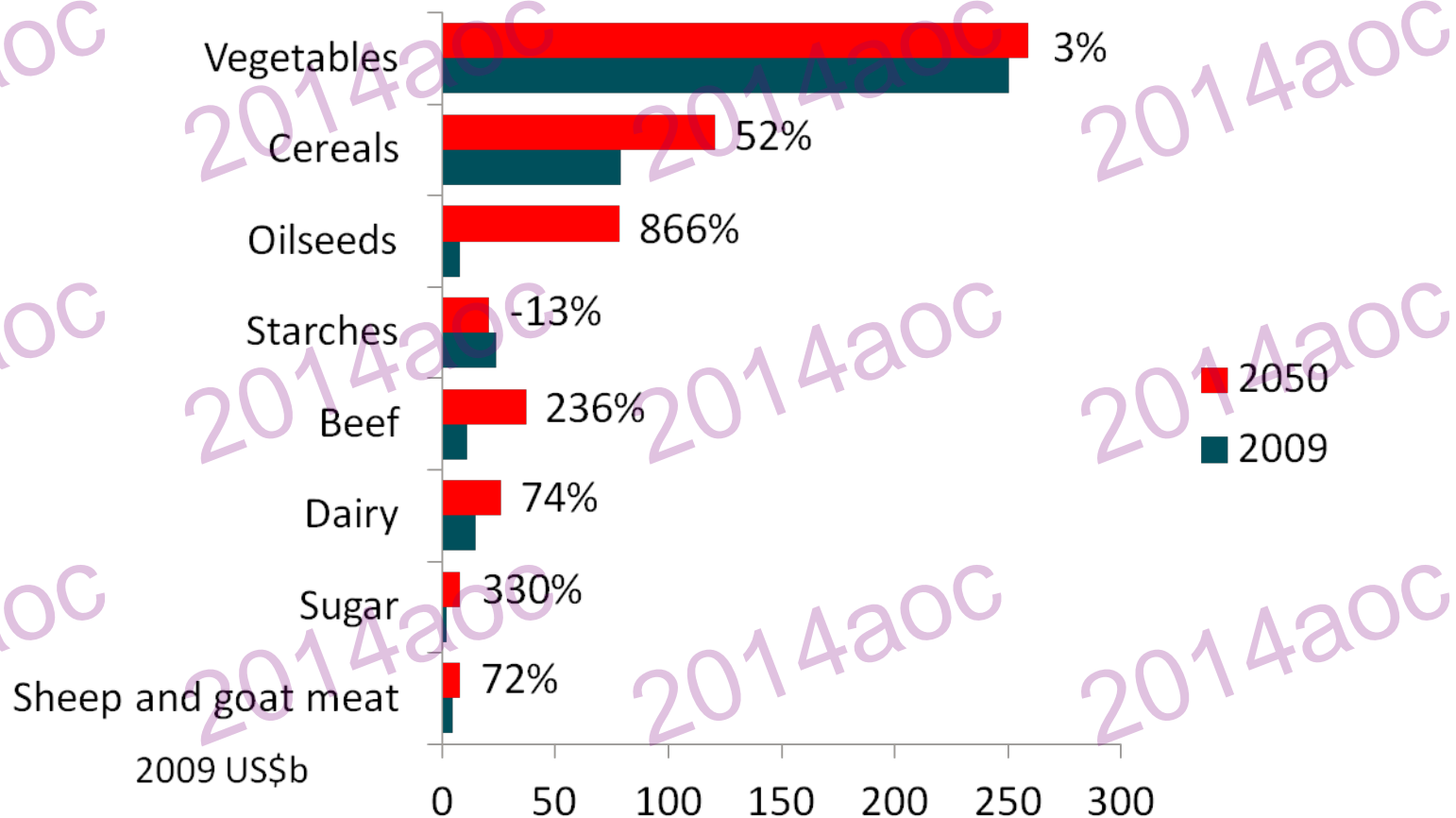
Urban and rural incomes per person in China



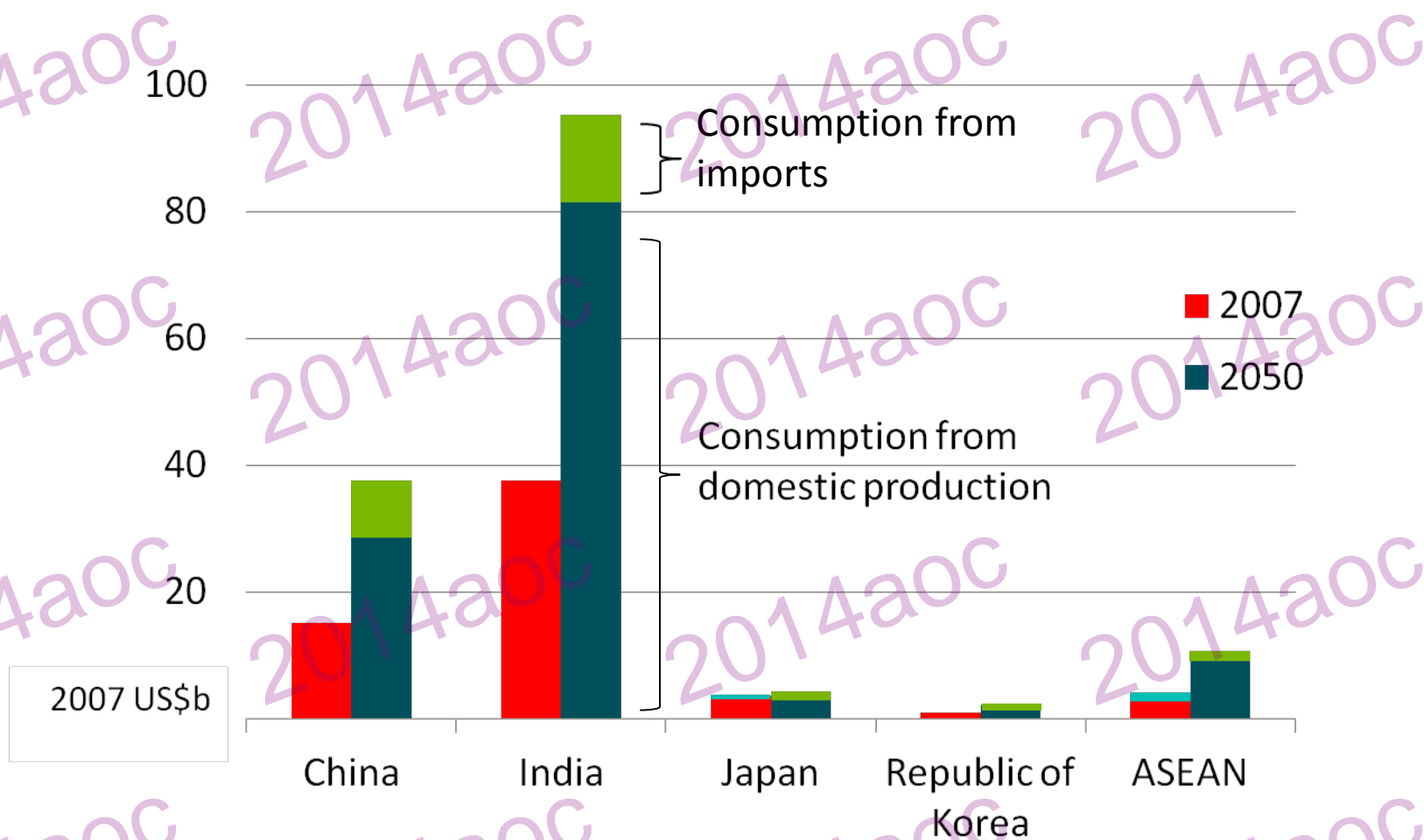
Increase in China's food consumption urban population 2009 to 2050



Projected rise in China's food consumption



Prospects for dairy consumption in selected Asian countries



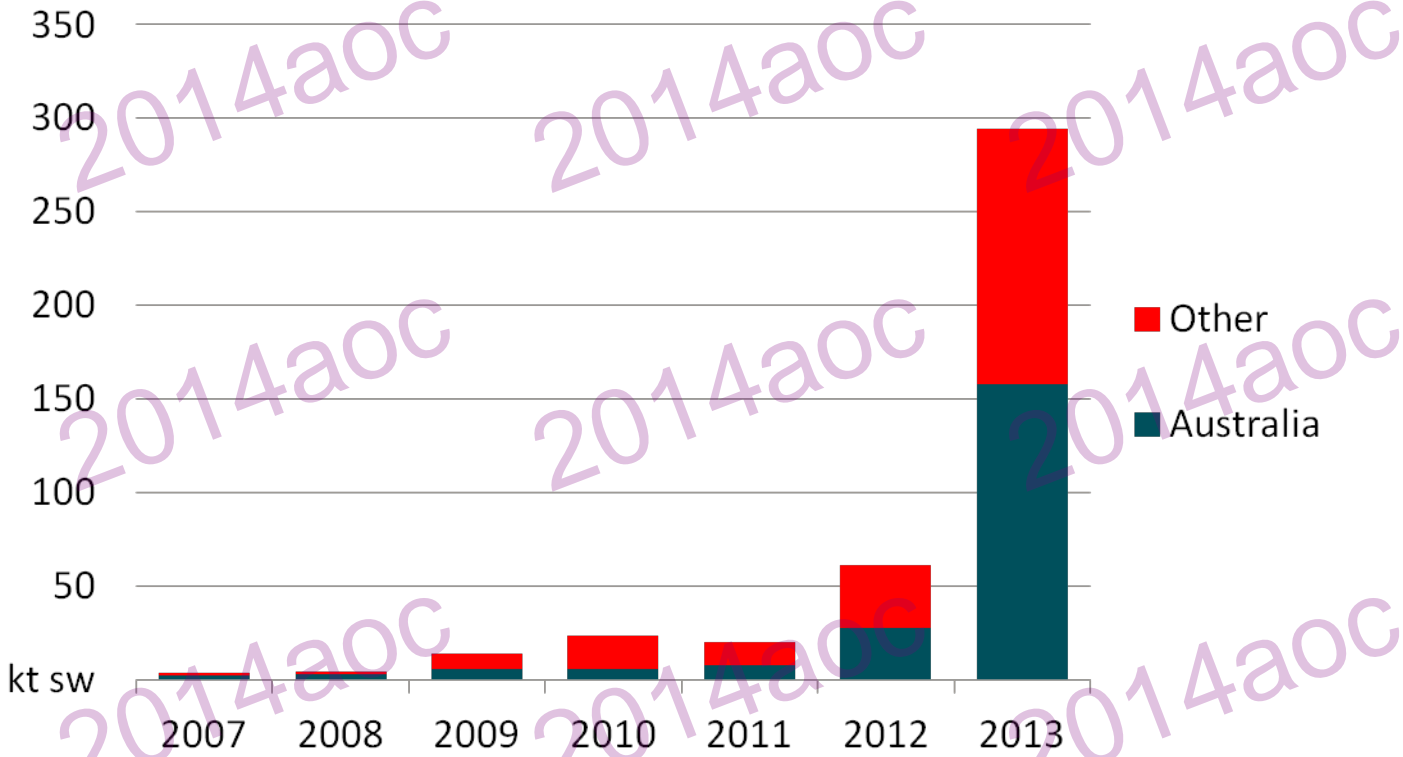
Outline

Australian meat and dairy sectors
- beef, lamb, pork and dairy

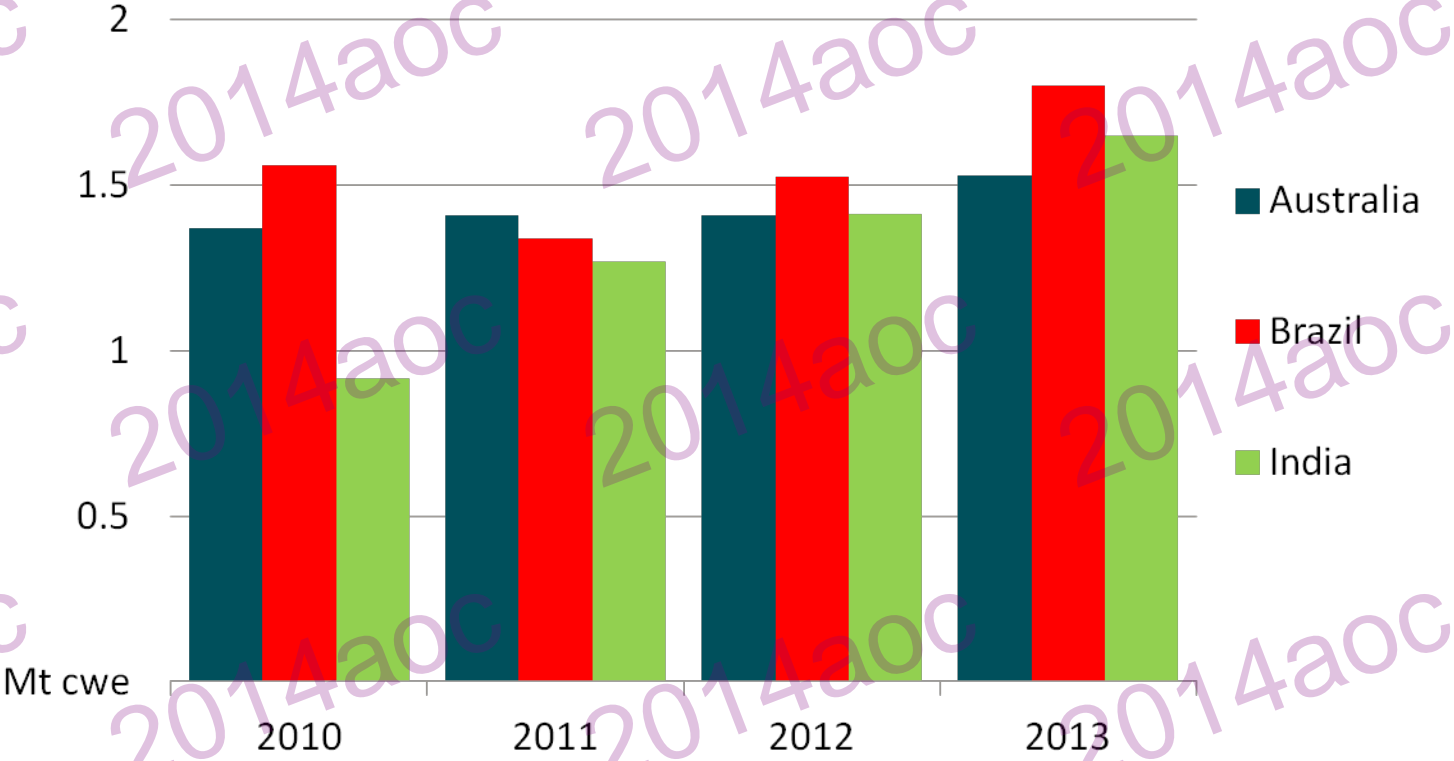
Demand in China toward 2050

Prospects for trade

China's beef imports

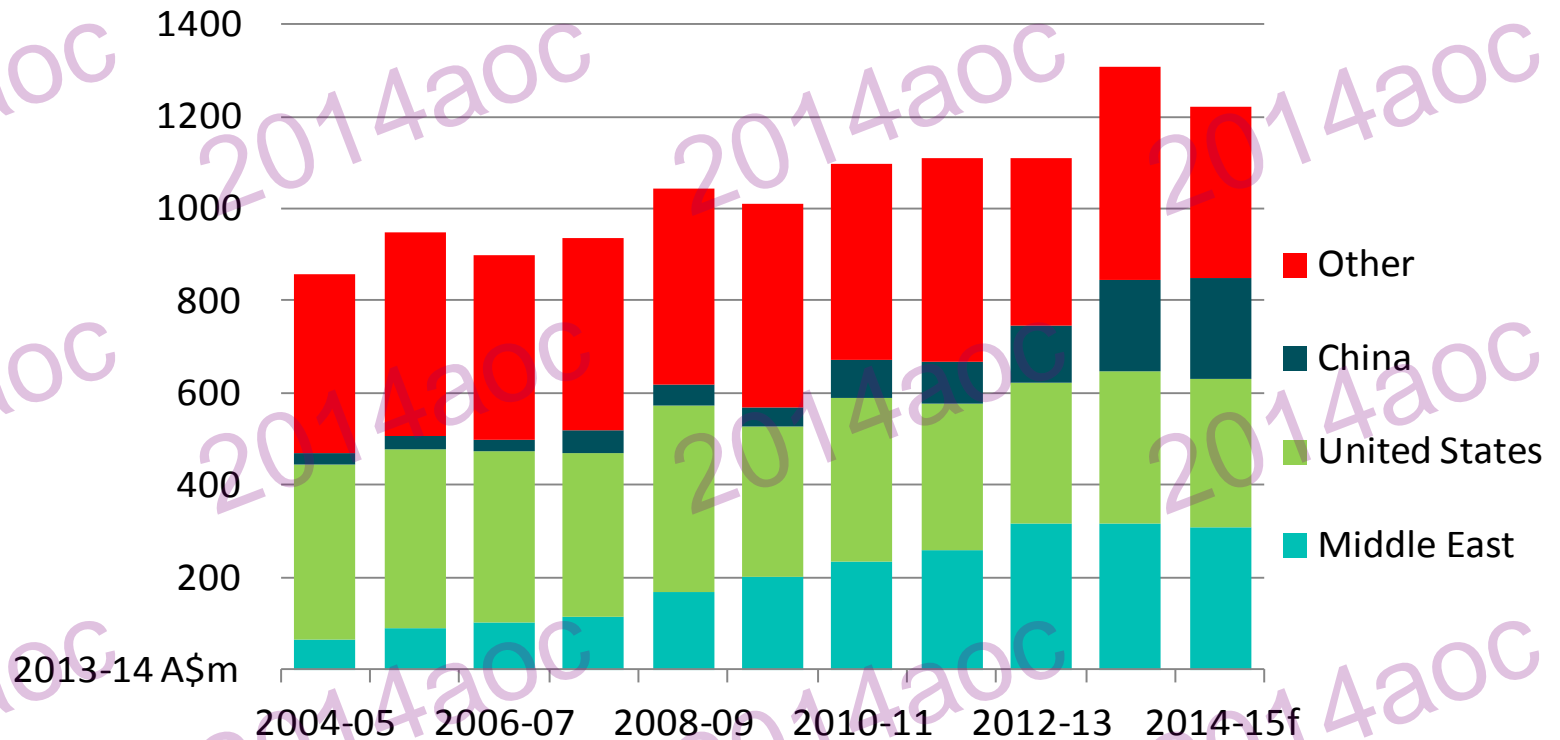


World's largest beef exporters



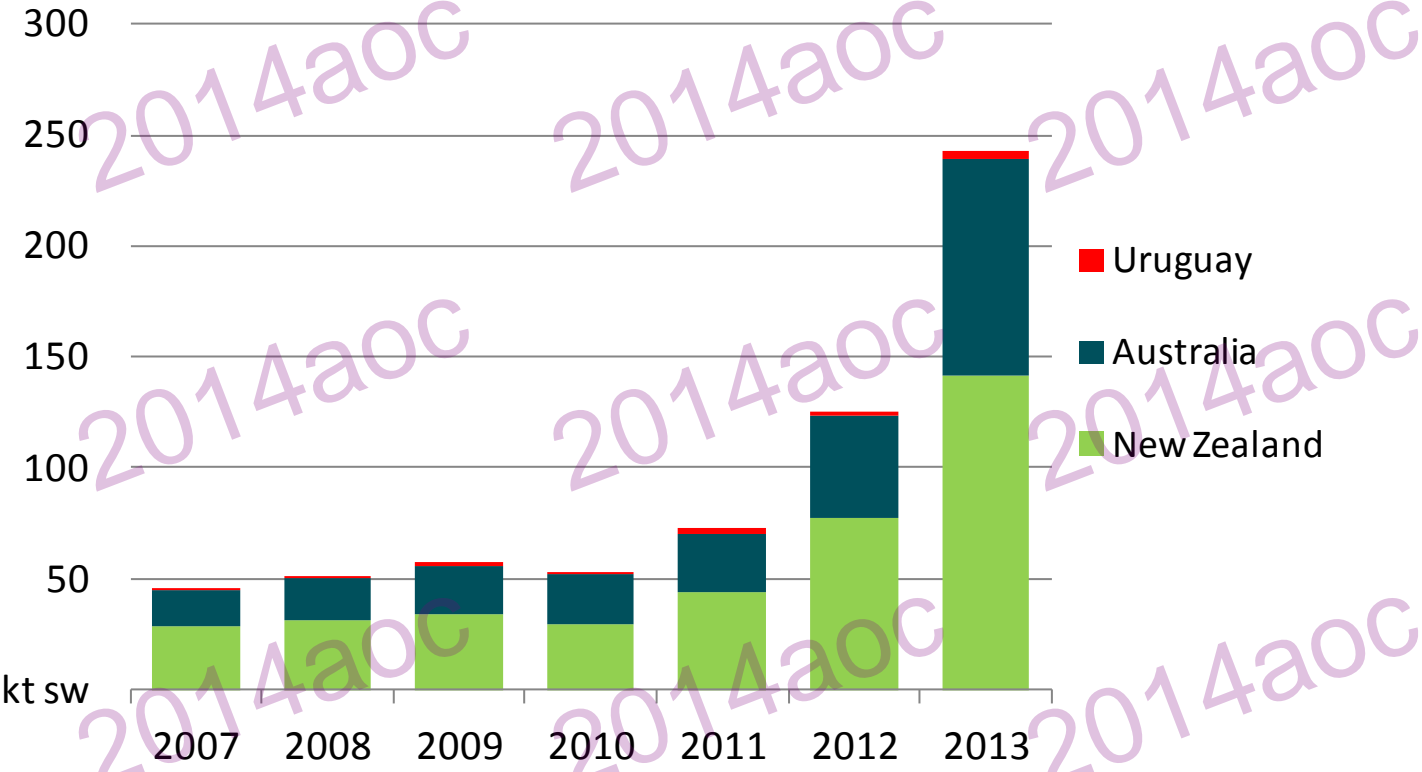
Australian lamb exports

China is becoming important

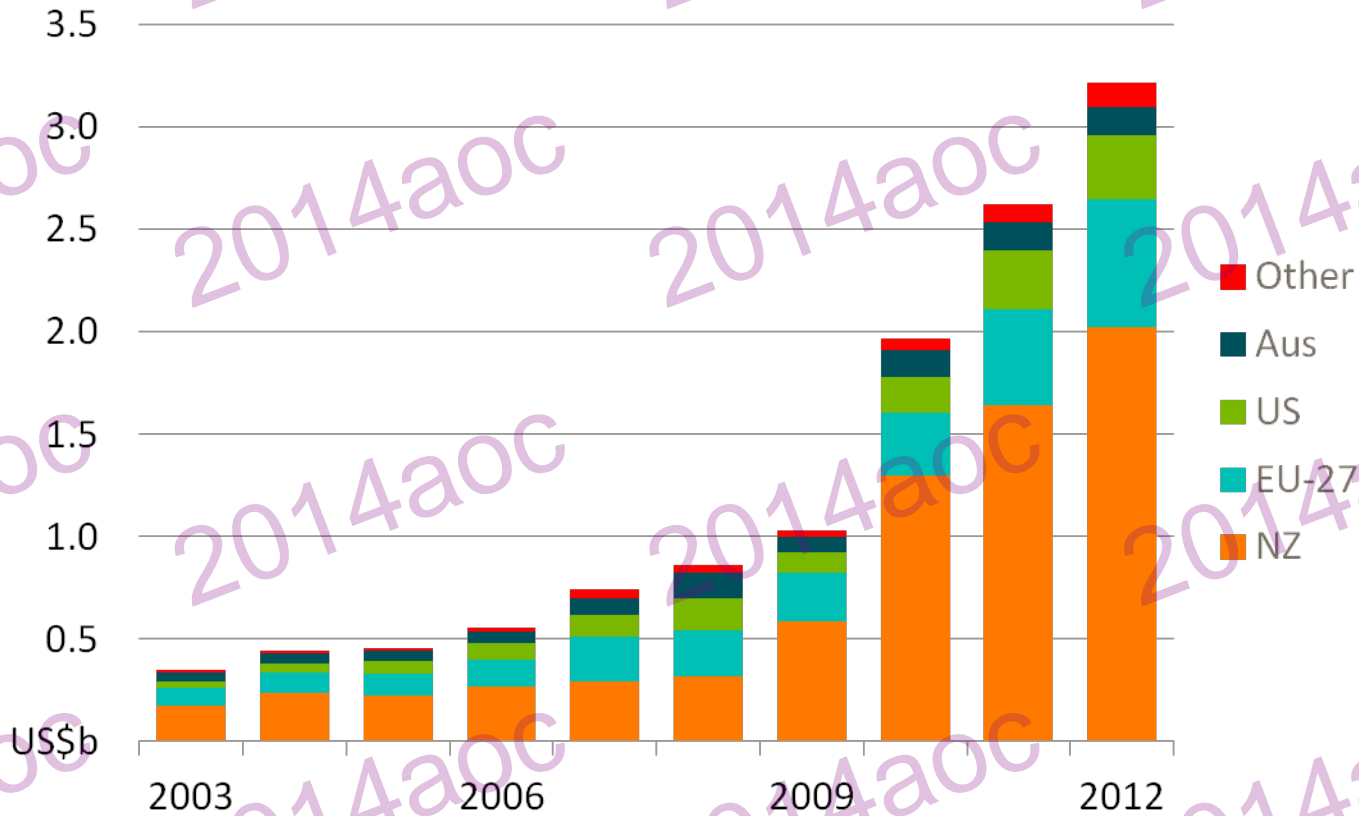


f ABARES forecast

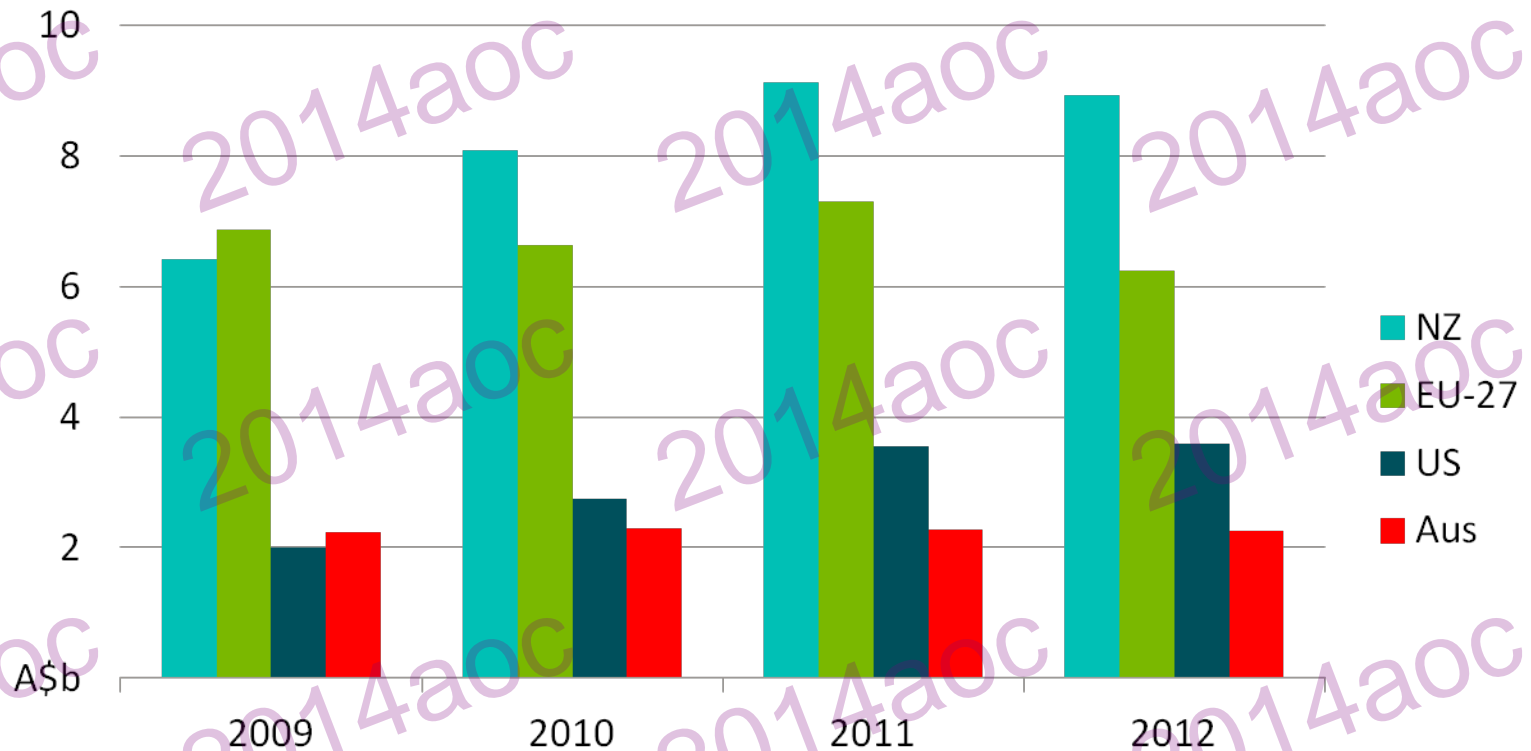
China's sheep meat imports



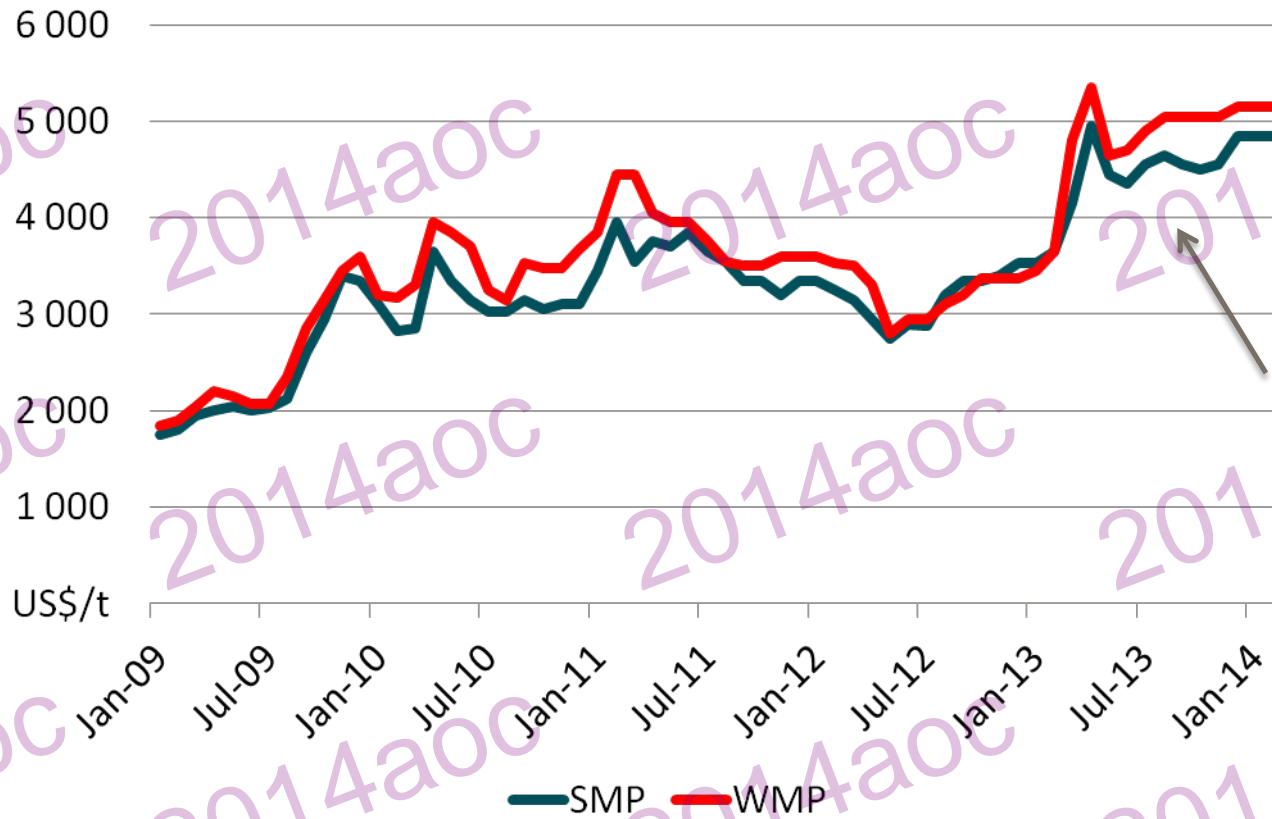
China's dairy imports by source



Dairy exports, world's largest exporters



World indicator milk powder prices



Opportunities and challenges

- Demand in China for meat and dairy to rise significantly toward 2050
- Higher import demand in China will support world prices
- Australia competes with other major suppliers on world markets, including China



Australian Government
Department of Agriculture
ABARES

daff.gov.au/abares

