



MILK MARKETING and the JERSEY ADVANTAGE — The Basics

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DAIRY – A GROWING INDUSTRY

- Past 30 years global milk production increased over 60% to 850 MMT.
- Most parts of world, <u>local</u> industry, only 75 MMT in world trade. 150 million dairy farms worldwide.
- <u>110 kg per capita consumption</u> worldwide, up 10% since 2000.
- Dairy products provide many <u>essential</u> nutrients for our diet, including high quality protein; nutrition in a <u>variety</u> of products that are relatively convenient and affordable.
- Dairy cows utilize marginal land and convert inedible feedstuffs into nature's most nearly perfect food.





NEED to be MILK MARKETERS as well as MILK PRODUCERS

- Milk marketing = all of the functions involved in moving milk from the farm to the consumer.
- Simple definition = Find Customers for the milk produced.
- Key = marketing must result in profit for all involved.
- Milk marketing basics for dairy farmers:
 - 1. Cooperate
 - 2. Components
 - 3. Consistent milk quality



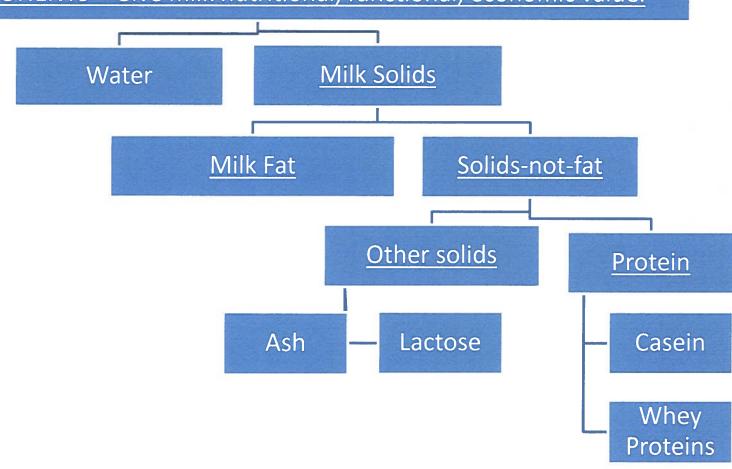
COOPERATE – Dairy Farmers Must Work Together to Maximize Profit – Why?

- 1. More milk sellers than milk buyers (processors distributors).
- 2. Marketing a perishable product.
- 3. Sufficient volume to supply customers.
- 4. Share in needed investment. (Invest in marketing as you invest in production.)





MILK COMPONENTS – Give milk nutritional, functional, economic value.







JERSEY ADVANTAGE Higher Concentration of Milk Components

One liter - Jersey milk compared to Holstein milk:

- 20% more nutrition, and better taste in fluid form
- 30% more butter
- 20% more cheese
- Better quality dairy product

THERE is a DIFFERENCE in MILKS





CONSISTENT MILK QUALITY

- Taste = number one factor consumers use in making food choices.
- Bacteria
- Somatic cell count
- Milk cooling and handling
- Feeding
- Adulteration





TAKE AWAY MESSAGE

- 1. Dairy is a growing industry that provides quality, tasteful, and variety of nutrition to the world's population.
- 2. Dairy farmer be profitable, be milk marketer as well as milk producer.
- 3. Keys to milk marketing: cooperation, components, and consistent quality.
- 4. There is a difference in milks Jersey milk higher components and quality.