



Irish Farmers Journal

KPMG milk price audit



Summary of results – year ended 31 December 08

Participant	Average price before collection charges and levies cpl	Less: collection charges deducted from milk supplier cpl	Less: levies deducted from milk supplier cpl	Average price after collection charges and levies cpl	Average butterfat content %	Average protein content %	Percentage milk collected %	Percentage milk delivered %
Arrabawn	30.12	(0.69)	(0.39)	29.04	3.85%	3.33%	100.00%	0.00%
Bandon	34.19	0.00	(0.41)	33.78	3.77%	3.36%	100.00%	0.00%
Barryroe	34.29	(0.28)	(0.41)	33.60	3.77%	3.36%	100.00%	0.00%
Connacht Gold	30.29	0.00	(0.41)	29.88	3.87%	3.34%	100.00%	0.00%
Dairygold	33.23	0.00	(0.30)	32.93	3.90%	3.39%	100.00%	0.00%
Drinagh	33.98	(0.43)	(0.33)	33.22	3.76%	3.39%	98.53%	1.47%
Glanbia	33.72	0.00	(0.40)	33.32	3.80%	3.35%	100.00%	0.00%
Kerry	32.24	0.00	(0.26)	31.98	3.79%	3.34%	100.00%	0.00%
Lakeland	30.31	(0.43)	(0.33)	29.55	3.84%	3.29%	100.00%	0.00%
Lisavaird	34.49	(0.29)	(0.34)	33.86	3.79%	3.39%	99.21%	0.79%
Newmarket	32.73	(0.01)	(0.40)	32.32	3.84%	3.33%	100.00%	0.00%
Tipperary	32.07	(0.09)	(0.31)	31.67	3.84%	3.35%	100.00%	0.00%
Town of Monaghan	31.22	(0.43)	(0.39)	30.40	3.72%	3.20%	90.54%	9.46%
Wexford	35.37	0.00	(0.64)	34.73	3.96%	3.45%	100.00%	0.00%

Report to the *Irish Farmers Journal*

Respective responsibilities:

The Participants are responsible for extracting the information as set out in the schedule above from their books and records. It is our responsibility to review this schedule based on the records, information and explanations supplied to us by the Participants. The Participants in respect of the year ended 31 December 2008 were as follows:

Arrabawn Co-Operative Society Limited
 Bandon Co-Operative Agricultural & Dairy Society Limited
 Barryroe Co-Operative Society Limited
 Connacht Gold Co-Operative Society Limited
 Dairygold Co-Operative Society Limited
 Drinagh Co-Operative Society Limited
 Glanbia Co-Operative Society Limited
 Kerry Co-Operative Society Limited
 Lakeland Dairies Co-Operative Society Limited
 Lisavaird Co-Operative Creamery Limited
 Newmarket Co-Operative Creameries Limited
 Tipperary Co-operative Creamery Limited
 Town of Monaghan Co-Operative Agricultural & Dairy Society Limited
 Wexford Creamery Limited

REPORT: Based on the procedures agreed with the Participants and performed by us and having made reasonable tests and enquiries, the information provided to us in respect of the year ended 31 December 2008 on the above schedule reflects:

- (1) The average price payable to own suppliers for manufacturing milk
- (2) The amounts deducted by way of collection charges and levies, and
- (3) The average butterfat and protein content.

Notes on and forming part of report to *Irish Farmers Journal*

(i) This represents the average price of manufacturing milk (ie milk used for manufacturing milk purposes) payable to own milk suppliers including quality, seasonal incentive and other bonuses net of quality, inhibitor and other penalties.

(ii) Levies comprise Irish Dairy Board, Dairy Inspection, Bovine Disease, NDC, Teagasc and certain other levies which are compulsorily deducted from milk suppliers based on litres supplied. Please note that superlevy charges have been excluded from these calculations.

(iii) Prices are stated in cent per litre (cpl) exclusive of VAT.

(iv) Milk prices are not determined in all cases by reference to butterfat and protein constituents.