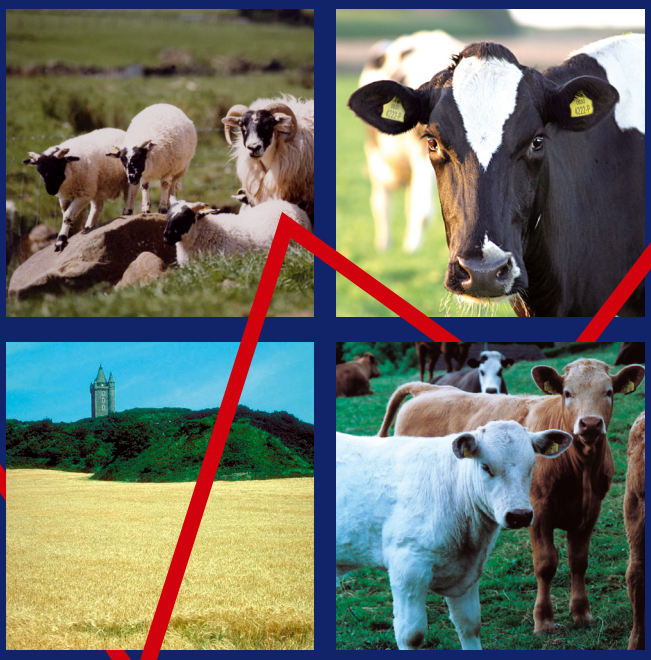
POLICY, ECONOMICS AND STATISTICS DIVISION

Farm Business Data

2022



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Foreword

The 2022 year will see the agricultural industry and individual farm businesses continue to face challenges created by volatile farm-gate prices. As always, the availability of a sound, robust framework for farm planning decisions is of paramount importance. This is the role that 'Farm Business Data' fulfils, providing a comprehensive and authoritative source of physical and financial information tailored to farm planning needs in Northern Ireland.

The handbook is divided into sections and presents budgets for all the enterprises commonly found in Northern Ireland. Within the section on Farm Support Schemes details on the operation of selected schemes such as the Basic Payment Scheme can be found. A range of useful information is also presented in the Miscellaneous section including a summary of nitrates and phosphorous regulations. The latter also includes details on taxation, fixed costs, machinery costs, hire charges, contractors' charges and conacre rents.

It is important to stress that the handbook is designed to facilitate farm planning exercises. As such, the data presented in the enterprise budgets are in 'normalised' gross margin format and are unsuitable for benchmarking or comparison purposes. Farm performance data are published in 'Northern Ireland Farm Performance Indicators 2020/21', available from Policy, Economics and Statistics Division in DAERA. Alternatively, it may be accessed on the DAERA website at https://www.daera-ni.gov.uk/articles/ni-farm-performance-indicators.

Uncertainties surrounding future prices mean that users of the data are again advised to make appropriate adjustments to enterprise data when those presented in the handbook become out of date or are felt to be inappropriate for long-term planning.

'Farm Business Data' has been prepared by Paul Keatley, Myles Patton and Alexander Best, with assistance from many individuals inside and outside DAERA. The authors would like to thank all those who provided information for inclusion in this edition and all who made constructive suggestions for change. Further comments or enquiries about the publication should be addressed to:

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USER NOTES

Arable crops

It should be noted that total variable costs **exclude** contract costs. In situations where a contractor will be used it should be remembered that this additional variable cost will have to be included. Contract rates are given on pages 94 to 96.

Grassland based enterprises

Grassland costs are split in each of the budgets into a grazing cost and a silage cost per head. In the dairy and dairy follower budgets the grazing costs have been calculated at a standard stocking rate of 2 cow equivalents per hectare. For most other grazing livestock budgets a stocking rate of 1.8 cow equivalents is used. If these stocking rates are considered inappropriate for individual farm situations they can be adjusted by referring to page 15. The silage cost per tonne charged in all budgets includes a contractor cost for harvesting and buckraking 2.5 cuts into the silo. In situations where the farmer uses his own machinery or makes 2 or 3 cuts the silage cost can be adjusted by referring to page 16.

Taxation

The taxation section on pages 106 to 109 gives general information only. Users are reminded that tax is a complex subject and that professional advice should be obtained before any action is taken which might affect liability to taxation.

DEFINITION OF TERMS

1. **Enterprise output of a crop enterprise** is the total returns for the crop produced; it is the total value for crop sales plus the market value of any part of the crop used or in store on the farm.

2. **Enterprise output of a livestock enterprise** is the value of livestock sold plus the market value of livestock and livestock products transferred to another enterprise (transfers out), plus the market value of any production from the enterprise consumed on the farm less expenditure on livestock and less the market value of livestock transferred in from another enterprise (transfers in).

3. **Variable costs** are defined as those costs which can both be readily allocated to a specific enterprise and vary in proportion with the level of output. Examples of variable costs are fertilisers, sprays, seeds, concentrate feedstuffs, silage and grassland variable costs. Casual labour and contract charges which can be allocated to a specific enterprise are usually regarded as variable costs.

4. **Gross margin** of an enterprise is its **enterprise output** less its **variable costs**.

5. **Enterprise marginal capital** is the estimated amount of capital required to establish the enterprise to the point of first sale of output.

INTRODUCTION

This handbook contains both physical and financial information for farm enterprises in Northern Ireland. For each enterprise, details of output, variable costs and gross margin are presented. The information relates to the production year beginning January 2022 (unless otherwise stated) and is based on price information available at the time of preparation (Summer 2022). For this reason, adjustments may be necessary to budgeted data where prices have deviated significantly from forecast levels.

The sources of information used in the booklet include the Farm Business Survey, the Agri-food and Biosciences Institute and the College of Agriculture Food and Rural Enterprise (CAFRE). In most of the budgets, more than one level of performance is given. The "typical" level of performance represents that most likely to be achieved. The "low" and "high" levels of performance, where given, encompass the range of performances found in approximately 80% of farms in Northern Ireland. On some farms, the level of performance will be outside the range given for a given enterprise.

If it is considered that the data are not appropriate for a particular farm, a different performance level should be substituted. This may be necessary when a series of farm plans with different levels of performance are used to indicate the range of possible outcomes for a particular farming situation. However, the levels of performance imputed should be realistic as the use of over optimistic or pessimistic levels of performance in a budget can result in the wrong decision being taken. Thus, each farming situation should be assessed adequately so that achievable levels of performance are used in budgets. For situations where a farm enterprise is being expanded, a level of performance similar to that presently achieved should not always be assumed. The quality of the land and livestock may differ, as may the seasonality of production.

Area Based Payments

In January 2015, the Single Farm Payment Scheme (SFP) was replaced by the Basic Payment Scheme, a Greening Payment and a Young Farmers' Payment. As these Area Based Payments are also decoupled from production, they do not form part of the Gross margin of any enterprise. As a consequence, **in this handbook, gross margin budgets for all enterprises have been presented without the Area Based Payments.** Further details relating to the operation of the schemes associated with these payments are available on pages 70-74.

Fixed Costs

In assessing the impact of a change in the farm plan on farm profit, it is necessary to deduct the expected total farm fixed costs from the total farm gross margin. The projected farm profit can then be compared with the likely profit from continuing with the existing activities. To show the likely return on additional capital, the budgeted additional net profit should be related to the additional capital required to implement the new plan. When borrowed funds are used to finance the change, the interest charge should be deducted from the additional net profit.

Changes in fixed costs which occur when there is a change in the mix or size of enterprises on a farm will differ considerably between farms as these costs are very dependent on the scale of change and the resources already present on the farm. Such costs by their nature do not change gradually unlike variable costs which vary roughly in proportion to changes in the size of an enterprise. When preparing budgets the fixed costs should be changed if alterations are planned in the area of land farmed, the employment of regular labour, investment in machinery and buildings or, if there are appreciable changes in the usage of other fixed cost items such as fuel.

Farm planning exercises may range from a small modification of the present farming system to a completely new business plan for the farm. The first of these alternatives will, in most circumstances, require considerably less new information on fixed costs than is needed when a new farm plan has to be prepared. In either situation it is more sensible and accurate to prepare a list of the fixed cost items and calculate their cost to the business rather than using fixed cost 'standards' as guidelines. The list should include hired regular labour, depreciation of fixed capital and machinery, machinery repairs, fuel and oil, interest and general overhead costs.

Capital Requirements

Another essential element in farm planning is the cash flow budget. Such a budget will indicate how changes in the farm plan will affect the timing and flow of funds through the business. This can be critical information particularly when outside funding is required or capital resources are limited.

When new plans or budgets incorporating changes are prepared, it is important to determine how much extra capital will be needed. The return on the extra capital may be of particular significance in deciding how best to employ additional resources. Return on existing capital is of less importance, especially as machinery and buildings may have been written-off or have a low salvage value. For this reason, only marginal operating capital requirements per hectare of crop or per head of livestock are given on pages 88 and 89. In a livestock enterprise, this includes the cost of the extra animal(s) and the variable costs required to finance the production cycle until sufficient incoming funds have been obtained to finance the next period. This figure indicates the minimum necessary operating capital required per extra head of livestock. For a large increase in herd size, the additional operating capital should include the proposed capital outlay on the additional buildings, machinery and funds to pay extra labour until the production cycle is self-financing. Each particular situation should be investigated to determine whether extra labour or other fixed costs should be taken into account.

As many cattle enterprises require a large amount of operating capital (often financed from outside sources) per head and per hectare, an interest charge per head is given below the calculated gross margin in each of the cattle budgets. This, in many instances, is a substantial cost and should not be overlooked when comparing enterprises. Interest charge is calculated by applying the interest rate to the outlay on the animal plus the average variable costs for the production period.

Grassland, forage and calf rearing variable costs are common to many of the cattle enterprises and these topics are covered in pages 15 to 20 and 29 as a basis for inclusion in subsequent cattle budgets.

Occasional reference is made to trade names and proprietary products. No endorsement of such products is intended nor is any criticism implied of similar products not mentioned.

SPRING BARLEY PER HECTARE

	LOW	TYPICAL	HIGH
Grain yield (tonnes)	4.0	5.0	6.5
Price per tonne (£)		260	
Grain output (£)	**1,040**	**1,300**	**1,690**
Straw yield (tonnes)	3.0	3.5	4.5
Price per tonne (£)		130	
Straw output (£)	**390**	**455**	**585**
OUTPUT (£)	**1,430**	**1,755**	**2,275**
		£	
Seed 187 kg		97	
Fertiliser 120: 55:55		415	
Sprays herbicide		28	
fungicide		70	
insecticide		4	
growth regulator		10	
foliar feed/trace		15	
desiccant		10	
Sundries twine etc.		40	
Total Variable Costs		**689**	
GROSS MARGIN	**741**	**1,066**	**1,586**

(a) Grain price - estimated on the basis of 15% moisture content with grain sold at harvest for animal feed. For information on seasonal price movements see page 14.

(b) Seed - 80% certified second generation, 20% farm saved.

(c) Fertiliser - Fertiliser application rate based on a medium type soil with a Soil Nitrogen Supply Index of 2, a Soil Phosphate Index of 2 and a Soil Potash Index of 2+

(d) Fertiliser - For individual farms, fertiliser application rates must be in accordance with the Nitrate and Phosphorous Regulations.
See pages 78 to 83 for further details.

SPRING OATS PER HECTARE

		LOW	TYPICAL	HIGH
Grain yield (tonnes)		3.8	5.0	6.0
Price per tonne (£)			270	
Grain output (£)		**1,026**	**1,350**	**1,620**
Straw yield (tonnes)		3.3	3.6	4.2
Price per tonne (£)			120	
Straw output (£)		**396**	**432**	**504**
OUTPUT (£)		**1,422**	**1,782**	**2,124**
			£	
Seed	187 kg		103	
Fertiliser	80: 55: 55		320	
Sprays	herbicide		30	
	fungicide		50	
	insecticide		4	
	growth regulator		13	
	foliar feed/trace		15	
	desiccant		10	
Sundries	twine etc.		35	
Total Variable Costs			**580**	
GROSS MARGIN		**842**	**1,202**	**1,544**

(a) Grain price - estimated on the basis of 15% moisture content with grain sold at harvest for animal feed.

(b) Seed - 100% certified second generation.

(c) Fertiliser - Fertiliser application rate based on a medium type soil with a Soil Nitrogen Supply Index of 2, a Soil Phosphate Index of 2 and a Soil Potash Index of 2+

(d) Fertiliser - For individual farms, fertiliser application rates must be in accordance with the Nitrate and Phosphorous Regulations.

See pages 78 to 83 for further details.

WINTER BARLEY PER HECTARE

	LOW	TYPICAL	HIGH
Grain yield (tonnes)	6.0	7.0	8.0
Price per tonne (£)		260	
Grain output (£)	**1,560**	**1,820**	**2,080**
Straw yield (tonnes)	3.5	4.5	5.0
Price per tonne (£)		125	
Straw output (£)	**438**	**563**	**625**
OUTPUT (£)	**1,998**	**2,383**	**2,705**
		£	
Seed 187 kg		101	
Fertiliser 150: 70: 70		525	
Sprays herbicide		55	
fungicide		111	
insecticide		19	
growth regulator		28	
foliar feed/trace		21	
desiccant		6	
Sundries twine etc.		35	
Total Variable Costs		**901**	
GROSS MARGIN	**1,097**	**1,482**	**1,804**

(a) Grain price - estimated on the basis of 15% moisture content with grain sold at harvest for animal feed. For information on seasonal price movements see page 14.

(b) Seed 100% certified second generation.

(c) Fertiliser - Fertiliser application rate based on a medium type soil with a Soil Nitrogen Supply Index of 2, a Soil Phosphate Index of 2 and a Soil Potash Index of 2+

(d) Fertiliser - For individual farms, fertiliser application rates must be in accordance with the Nitrate and Phosphorous Regulations. See pages 78 to 83 for further details.

WINTER OATS PER HECTARE

		LOW	TYPICAL	HIGH
Grain yield (tonnes)		5.0	6.5	8.0
Price per tonne (£)			270	
Grain output (£)		**1,350**	**1,755**	**2,160**
Straw yield (tonnes)		4.0	4.6	5.3
Price per tonne (£)			120	
Straw output (£)		**480**	**552**	**636**
OUTPUT (£)		**1,830**	**2,307**	**2,796**
			£	
Seed	187 kg		105	
Fertiliser	100: 55: 55		370	
Sprays	herbicide		48	
	fungicide		86	
	insecticide		19	
	growth regulator		34	
	foliar feed/trace		21	
	desiccant		6	
Sundries	twine etc.		35	
Total Variable Costs			**724**	
GROSS MARGIN		**1,106**	**1,583**	**2,072**

(a) Grain price - estimated on the basis of 15% moisture content with grain sold at harvest for animal feed.

(b) Seed - 100% certified second generation.

(c) Fertiliser - Fertiliser application rate based on a medium type soil with a Soil Nitrogen Supply Index of 2, a Soil Phosphate Index of 2 and a Soil Potash Index of 2+

(d) Fertiliser - For individual farms, fertiliser application rates must be in accordance with the Nitrate and Phosphorous Regulations.

See pages 78 to 83 for further details.

WINTER WHEAT PER HECTARE

	LOW	TYPICAL	HIGH
Grain yield (tonnes)	7.0	8.0	9.5
Price per tonne (£)		270	
Grain output (£)	**1,890**	**2,160**	**2,565**
Straw yield (tonnes)	4.5	5.0	5.5
Price per tonne (£)		120	
Straw output (£)	**540**	**600**	**660**
OUTPUT (£)	**2,430**	**2,760**	**3,225**
		£	
Seed 187 kg		107	
Fertiliser 180: 70: 70		595	
Sprays herbicide		55	
fungicide		180	
insecticide		19	
growth regulator		30	
foliar feed/trace		25	
desiccant		19	
Sundries twine etc.		35	
Total Variable Costs		**1065**	
GROSS MARGIN	**1,365**	**1,695**	**2,160**

(a) Grain price - estimated on the basis of 15% moisture content with grain sold at harvest for animal feed.

(b) Seed - 100% certified second generation.

(c) Fertiliser - Fertiliser application rate based on a medium type soil with a Soil Nitrogen Supply Index of 2, a Soil Phosphate Index of 2 and a Soil Potash Index of 2+

(d) Fertiliser - For individual farms, fertiliser application rates must be in accordance with the Nitrate and Phosphorous Regulations.

See pages 78 to 83 for further details.

WINTER OILSEED RAPE PER HECTARE

		LOW	TYPICAL	HIGH
Yield (tonnes)		2.6	3.3	4.0
Price per tonne (£)			540	
Seed output (£)		**1,404**	**1,782**	**2,160**
OUTPUT (£)		**1,404**	**1,782**	**2,160**
			£	
Seed	6 kg		53	
Fertiliser	190: 50: 20		545	
Sprays	herbicide		86	
	fungicide		70	
	insecticide		0	
	growth regulator		25	
	foliar feed/trace		30	
	desiccant		40	
Slug pellets			30	
Total Variable Costs			**879**	
GROSS MARGIN		**525**	**903**	**1,281**

(a) Price estimated on the basis of 'double low' varieties sold at harvest.

(b) Yield based on 9% moisture content, desiccant applied 7 to 14 days before harvesting.

(c) Sowing date, mid August to early September. Oilseed rape should not be grown more than 1 year in 5 on the same land.

(d) Fertiliser - Fertiliser application rate based on a medium type soil with a Soil Nitrogen Supply Index of 2, a Soil Phosphate Index of 2 and a Soil Potash Index of 2+

(e) Fertiliser - For individual farms, fertiliser application rates must be in accordance with the Nitrate and Phosphorous Regulations.

See pages 78 to 83 for further details.

SEED POTATOES PER HECTARE

				LOW		TYPICAL		HIGH
		£/t		£		£		£
Seed ( ) tonnes	@	270	(14)	3,780	(21)	5,670	(25)	6,750
Ware ( ) tonnes	@	170	(5)	850	(8)	1,360	(10)	1,700
Chats ( ) tonnes	@	10	(1)	10	(2)	20	(3)	30
OUTPUT				**4,640**		**7,050**		**8,480**
		£/t						
Seed 4.0t	@	425				1,700		
Fertiliser 95 : 195 : 185						690		
Sprays herbicide						70		
fungicide						300		
insecticide						74		
desiccant						125		
foliar feed/trace						15		
slug pellets						30		
Potato inspection fees				113		147		166
Total Variable Costs				**3,117**		**3,151**		**3,170**
GROSS MARGIN				**1,523**		**3,899**		**5,310**

(a) Potato inspection fees quoted are those proposed for 2022. They comprise a growing crop inspection fee of £46 per hectare and tuber inspection fees and labels of £4.80 per tonne.

(b) Fertiliser - For individual farms, fertiliser application rates must be in accordance with the Nitrate and Phosphorous Regulations. See pages 78 to 83 for further details.

(c) Seed cost depends on variety used and class of seed planted.

(d) Potato sacks are supplied by the merchant.

(e) Price per tonne - Prices for potatoes can vary significantly from year to year and even during the season.

(f) Output of seed per hectare (£)

Price per tonne	Seed Yield (tonnes per hectare)				
£	14	17	20	22	25
210	2,940	3,570	4,200	4,620	5,250
230	3,220	3,910	4,600	5,060	5,750
250	3,500	4,250	5,000	5,500	6,250
270	3,780	4,590	5,400	5,940	6,750
290	4,060	4,930	5,800	6,380	7,250
310	4,340	5,270	6,200	6,820	7,750
330	4,620	5,610	6,600	7,260	8,250

FIRST EARLY POTATOES PER HECTARE

		£/t		LOW £		TYPICAL £		HIGH £
Ware ( ) tonnes	@	300	(14)	4,200	(19)	5,700	(22)	6,600
Chats (1) tonne	@	10		10		10		10
OUTPUT				**4,210**		**5,710**		**6,610**
		£/t						
Seed 3.5t	@	425				1,488		
Fertiliser 120 : 130 : 200						655		
Sprays herbicide						70		
fungicide						155		
Potato sacks	@	10.00		140		190		220
Total Variable Costs				**2,508**		**2,558**		**2,588**
GROSS MARGIN				**1,703**		**3,153**		**4,023**

(a) Budget assumes haulm chopping rather than burning down.

(b) Seed **-** cost depends on variety used and class of seed planted.

(c) Fertiliser - For individual farms, fertiliser application rates must be in accordance with the Nitrate and Phosphorous Regulations.
See pages 78 to 83 for further details.

(d) Potato sacks **-** 25kg paper bags typically 25p per bag.

(e) Price per tonne - Prices for potatoes can vary significantly from year to year and even during the season.

(f) Output of ware per hectare (£)

Price per tonne	Early Ware Yield (tonnes per hectare)			
£	10	15	20	25
150	1,500	2,250	3,000	3,750
200	2,000	3,000	4,000	5,000
250	2,500	3,750	5,000	6,250
300	3,000	4,500	6,000	7,500
350	3,500	5,250	7,000	8,750

MAINCROP WARE POTATOES PER HECTARE

		£/t		LOW £		TYPICAL £		HIGH £
Ware ( ) tonnes	@	170	(33)	5,610	(40)	6,800	(45)	7,650
Chats (2) tonnes	@	10		20		20		20
OUTPUT				**5,630**		**6,820**		**7,670**
		£/t						
Seed 3.0t	@	425				1,275		
Fertiliser 100 :180 : 200						690		
Sprays herbicide						70		
fungicide						400		
insecticide						10		
foliar feed/trace						16		
desiccant						100		
Slug pellets						20		
Potato boxes	@	15.80		521		632		711
Total Variable Costs				**3,102**		**3,213**		**3,292**
GROSS MARGIN				**2,528**		**3,607**		**4,378**

(a) Seed **-** cost depends on variety used and class of seed planted.

(b) Fertiliser - For individual farms, fertiliser application rates must be in accordance with the Nitrate and Phosphorous Regulations.
See pages 78 to 83 for further details.

(c) Potato boxes **-** £105.00 per 1 tonne with a 15% depreciation charge (i.e. £10.50 per tonne per year).

(d) Price per tonne - Prices for potatoes can vary significantly from year to year and even during the season.

(e) Output of ware per hectare (£)

Price per tonne	Ware Yield (tonnes per hectare)				
£	20	25	30	35	40
130	2,600	3,250	3,900	4,550	5,200
150	3,000	3,750	4,500	5,250	6,000
170	3,400	4,250	5,100	5,950	6,800
190	3,800	4,750	5,700	6,650	7,600
210	4,200	5,250	6,300	7,350	8,400
230	4,600	5,750	6,900	8,050	9,200

CEREAL, OILSEED RAPE AND POTATO SPRAYS

	Approximate cost per hectare (£)
CEREALS	
Herbicides	4.50 to 62.00
Fungicides	7.00 – 60.00
Insecticides	3.00 – 12.00
OILSEED RAPE	
Herbicides	13.00 – 64.00
Fungicides	4.00 to 54.00
POTATOES	
Herbicides	16.00 – 70.00
Fungicides	8.00 – 28.00
Desiccants	23.00 – 39.00

This list is not exhaustive and prices vary widely depending on active ingredient and application rates. **No pesticide should be used without careful reference to the manufacturer's label especially regarding crop suitability.**

GRAIN DRYING AND STORAGE

(i) Moist grain storage

@ 16% moisture content requires 5.5 litres per tonne propionic acid.
@ 20% moisture content requires 7.5 litres per tonne propionic acid.
@ 24% moisture content requires 9.5 litres per tonne propionic acid.
@ 28% moisture content requires 11.5 litres per tonne propionic acid.

Propionic acid costs approximately £1.30 - £1.75 per litre. Contractors charge for treatment (excluding chemical) approximately £1.30 per tonne.

(ii) Grain drying

Contract charges - handling charge approximately £2-3 per tonne plus £2-4 per 1% moisture removed.

(iii) Bulk storage requirements (whole grain)

Barley 1.45 cubic metres per tonne.
Wheat 1.35 cubic metres per tonne.
Oats 1.95 cubic metres per tonne.

(iv) Weight and weight loss on drying to 15% Moisture Content

Original MC	**Equiv. Weight of 100t dried To 15% MC (t)**	**% Weight loss**
15	100.0	0
17	97.7	2.3
19	95.3	4.7
21	92.9	7.1
23	90.6	9.4
25	88.2	11.8
27	85.9	14.1

(v) Estimated growers prices for barley (ex-farm) 2021/2022

Feed Barley (£/tonne)

November 2021	273
January 2022	253
March	318
May	365

GRASSLAND VARIABLE COSTS

(i) Grazing Variable Costs

Stocking rate (ce/ha)	Fertiliser N kg/ha	Fertiliser £/ha	Other variable costs (£)	Total variable cost per hectare (£)
1.4	60	147	73	220
1.5	75	183	73	256
1.6	90	220	73	293
1.7	105	257	73	330
1.8	**120**	293	73	**366**
1.9	135	330	73	403
2.0	**150**	367	73	**440**
2.1	170	416	73	489
2.2	190	464	73	537
2.3	210	513	73	586
2.4	230	562	73	635
2.5	250	611	73	684

In the dairy cow and dairy follower budgets in this handbook, a stocking rate of 2 cow equivalents per hectare is used, i.e. the grazing variable costs are £440 per hectare. For most other grazing livestock budgets a stocking rate of 1.8 cow equivalents per hectare is used i.e. the grazing variable costs are £366 per hectare. If these stocking rates are considered to be inappropriate for a specific farming situation, a more appropriate stocking rate and variable costs per hectare can be selected. Readers should be aware that the implementation of the Nitrates Action Plan may impact on permitted stocking rates on farms (see pages 78 to 83 for further details).

(ii) Grazing - other variable costs

a) Grassland reseeding costs

					£ per hectare
Ground limestone	5	tonnes @	25	£/t	125
Grass seed	35	kg @	4.29	£/kg	150
Fertiliser 60 : 50 : 50					263
Spray - sward kill					30
- herbicide					52
Total Cost					**620**

(1) The quantity of lime and fertiliser applied will depend on soil analysis.
(2) For autumn reseeds the old sward may be burnt down with a Glyphosate or Roundup spray prior to ploughing.
(3) With a sward life of 10 years the annual reseeding allowance would be £62 per hectare.

b) Grassland spraying costs

The annual cost of herbicide is estimated at £10.75 per hectare – assumes spray 1 year in 4 against grassland weeds at cost of £43.00 per hectare.

(iii) Silage Variable Costs

	£ per hectare	£ per tonne
Fertiliser 190 : 50 : 100	607	15.18
Other variable costs	73	1.83
Contractors charge	490	12.25
Additives	70	1.75
Polythene	6	0.15
Total Cost	1246	31.15

(1) The yield of silage is assumed to be 40 tonnes per hectare.
(2) The sward life is assumed to be 10 years.
(3) Contractor cost includes mowing, harvesting and buckraking 2.5 cuts into the silo.
(4) The total variable cost per tonne of silage (assuming an unchanged yield) with the contractor taking 2 cuts is £28.70. This increases to £33.60 with 3 cuts.
(5) When the farmer uses his own machinery, the total variable cost per tonne of silage is £18.90.
(6) Costs per tonne for additive would be lower for systems involving fewer cuts. Additive costs range from £0.50 to £5.00 per tonne depending on the additive used and the conditions - typically £1.75 per tonne.
(7) Silage as a cash crop. To achieve a gross margin of £200 per hectare, a farmer would require a price of £36.15 per tonne.

(iv) Silage Additives

Category	Approximate cost per tonne Ensiled (£)
Acid based	0.75 - 4.25
Sugar based	1.00 - 3.00
Enzymes	1.50 - 3.00
Inoculants	0.90 - 2.00
Salts	2.00 - 2.50
Enzymes plus inoculements	1.10 – 2.00

This list is not exhaustive.

(v) Hay Variable Costs

	£ per hectare	£ per tonne	Pence per 20 kg bale
Fertiliser 130 : 40 : 40	403	50	101
Reseeding allowance	73	9	18
Contract - mowing	40	5	10
- turning (x2)	36	4.5	9
- bailing (inc. twine)	226	28	57
Total Cost	778	97	195

(1) A yield of 8 tonnes per hectare is assumed.
(2) The variable cost per 20 kg bale of hay for a farmer using his own machinery would be £1.19.
(3) A hay crop cut in mid July and sold for £2.00, £2.50 or £3.00 per 20 kg bale would generate gross margins of £22, £222 and £422 per hectare respectively. These figures rise to £324, £524 and £724 per hectare if contractor costs are disregarded. As approximately 60% of total grass production occurs by mid-July these gross margins are effectively from 0.6 hectares.

(vi) Grassland sprays

Main Use	Approximate Cost per hectare (£)
Broad spectrum	5.50 – 14.00
Thistles, nettles and docks	56.00 – 85.00

This list is not exhaustive.

(vii) Seasonality of production

	% of Harvestable Dry Matter
April	11
May	19
June	20
July	17
August	14
September	12
October	3
November to March	4
Total	100.0

(viii) Stocking rates on farms in Northern Ireland

Average stocking rates and the corresponding range on Northern Ireland farms are shown for the main enterprises. The differences illustrate the variation in stocking rates found in practice.

	Stocking rate (ce/ha)	
	Average	**Range**
Dairy cows	2.10	1.46 to 2.46
Dairy followers	2.25	2.18 to 2.31
Suckler cows (Disadvantaged Area))	1.38	1.17 to 1.58
Dairy calf to beef systems	1.72	1.63 to 1.88
Beef calf to beef systems	1.30	1.15 to 1.65
Breeding ewes (lowland)	1.78	1.32 to 2.39

Source: Northern Ireland Farm Business Survey, 2020/21.

(ix) Coefficients for converting into cow equivalents (ce)

Type of Livestock	ce
Dairy cow	1.0
Beef cow (excluding calf)	0.8
Breeding bull	1.0
Other cattle	
under 1 year old	0.4
between 1 and 2 years old	0.6
over 2 years old	0.8
Breeding ewe and lamb(s)	0.2
Breeding ram	0.2
Lamb 6 months to 1 year old	0.1
Other sheep over 1 year old	0.2

(1) One cow equivalent is usually defined in terms of annual metabolizable energy requirements to maintain a 625 kg Friesian cow, produce 4,500 litres of milk and a 45 kg calf.

(2) To calculate the total cow equivalents on a farm, the annual average livestock numbers should be multiplied by the appropriate cow equivalent coefficient.

(3) To calculate the stocking rate on a farm (cow equivalents per hectare) the total cow equivalents are divided by the area of grassland plus the adjusted areas of rough grazing and forage crops.

(4) To calculate stocking rate of grazing livestock, allowances should strictly be made for variation in output, e.g. yield per cow or liveweight gain per head and also for quantities of non-forage feed consumed by each category of livestock.

(x) Typical nutrient content of animal manures at spreading

Manure		Total Nutrient			Available Nutrient [1]		
Form	% DM	N	P_2O_5	K_2O	N	P_2O_5	K_2O
Fresh FYM [2]	---------- (kg/t) ----------						
Cattle	25	6.0	3.5	8.0	0.3- 1.2	2.1	4.8
Pig	25	7.0	7.0	5.0	0.3- 1.4	4.2	3.0
Poultry Manure	---------- (kg/t) ----------						
Layer Manure	30	15	13	9	0.1- 5.2	7.9	6.8
Broiler Litter	60	29	25	18	0.3-10.1	15.0	14.0
Slurries	---------- (kg/m^3) ----------						
Dairy [3]	6	3.0	1.2	3.5	0.1- 0.9	0.6	3.2
Beef [3]	6	2.3	1.2	2.7	0.1- 0.7	0.6	2.4
Pig [3]	6	5.0	3.0	3.0	0.2- 1.8	1.5	2.7

[1] Nutrients available for utilisation by the next crop. In the case of nitrogen, availability is dependent on soil type and time of application. Figures given assume surface application and higher figures relate to spring application.

[2] N and K_2O values will be lower if farm yard manure (FYM) is stored under open conditions for long periods.

[3] Undiluted slurry typically contains 10% dry matter (DM), but with rain dilution the DM content may be lowered to 6% and under.

(xi) Approximate conversion factors

1 hectare = 2.471 acres
1 metre = 3.279 feet
1 m^3 = 220 gallons
1 litre = 0.22 gallon
1 kilogram = 2.205 pounds
100 kg/ha = 80 units/acre

DAIRY COWS - JAN/FEB CALVING (60% SUMMER MILK)

		LOW	TYPICAL	HIGH
Milk yield (litres)		5,500	6,200	6,700
	ppl	£	£	£
Milk sales	@ 40.0	**2,200**	**2,480**	**2,680**
Calves			**115**	
Less herd replacement cost			**204**	
OUTPUT		**2,111**	**2,391**	**2,591**
	£			
Concentrates	@ 380	627	707	764
Grazing	0.275 @ 440		121	
Silage	9.0 @ 31.15		280	
Sundries (AI, vet, misc)			200	
Total Variable costs		**1228**	**1308**	**1365**
GROSS MARGIN PER COW		**883**	**1,083**	**1,226**
GROSS MARGIN PER HECTARE @ (2 ce/ha)		**1,765**	**2,166**	**2,452**
GROSS MARGIN PER 1,000 LITRES		**160**	**175**	**183**

(1) Milk price forecast on the basis of compositional quality and the seasonality of production. Net of all deductions.

(2) 93 calves sold or transferred per 100 dairy cows.

(3) Herd replacement cost:
- 24% replacement rate and 4% mortality are typical.
- replacement cost £1600; cull cow value £900.

(4) Concentrate usage of 0.30kg/litre assumed

(5) For details of grazing and silage variable costs, see pages 15 and 16.

(6) Sensitivity analysis

Change in typical gross margin (£)

	per cow	per hectare
± 1 ppl in milk	62.00	124.00
± £5/t in concentrates price	9.30	18.60
± 100 litres milk	18.90	37.80

DAIRY COWS - MARCH/APRIL CALVING (70% SUMMER MILK)

			LOW	TYPICAL	HIGH
Milk yield (litres)			5,400	5,900	6,400
		ppl	£	£	£
Milk sales		@ 40.0	**2,160**	**2,360**	**2,560**
Calves				**115**	
Less herd replacement cost				**204**	
OUTPUT			**2,071**	**2,271**	**2,471**
		£			
Concentrates		@ 380	595	650	705
Grazing	0.325	@ 440		143	
Silage	7.0	@ 31.15		218	
Sundries (AI, vet, misc)				200	
Total Variable costs			**1156**	**1211**	**1266**
GROSS MARGIN PER COW			**915**	**1,060**	**1,205**
GROSS MARGIN PER HECTARE @ (2 ce/ha)			**1,830**	**2,120**	**2,409**
GROSS MARGIN PER 1,000 LITRES			**169**	**180**	**188**

(1) Milk price forecast on the basis of compositional quality and the seasonality of production. Net of all deductions.

(2) 93 calves sold or transferred per 100 dairy cows.

(3) Herd replacement cost:
- 24% replacement rate and 4% mortality are typical.
- replacement cost £1600; cull cow value £900.

(4) Concentrate usage of 0.29kg/litre assumed

(5) For details of grazing and silage variable costs, see pages 15 and 16.

(6) Sensitivity analysis

Change in typical gross margin (£)

	per cow	per hectare
± 1 ppl in milk	59.00	118.00
± £5/t in concentrates price	8.56	17.11
± 100 litres milk	19.47	38.94

DAIRY COWS - OCT/NOV CALVING (55% SUMMER MILK)

			LOW	TYPICAL	HIGH
Milk yield (litres)			6,400	7,400	8,200
		ppl	£	£	£
Milk sales		40.0	**2,560**	**2,960**	**3,280**
Calves				**115**	
Less herd replacement cost				**211**	
OUTPUT			**2,464**	**2,864**	**3,184**
		£			
Concentrates		@ 380	851	984	1091
Grazing	0.250	@ 440		110	
Silage	10.0	@ 31.15		312	
Sundries (AI, vet, misc)				220	
Total Variable costs			**1493**	**1626**	**1732**
GROSS MARGIN PER COW			**971**	**1,238**	**1,452**
GROSS MARGIN PER HECTARE @ (2 ce/ha)			**1,943**	**2,477**	**2,904**
GROSS MARGIN PER 1,000 LITRES			**152**	**167**	**177**

(1) Milk price forecast on the basis of compositional quality and the seasonality of production. Net of all deductions.

(2) 93 calves sold or transferred per 100 dairy cows.

(3) Herd replacement cost:
- 25% replacement rate and 4% mortality are typical.
- replacement cost £1600; cull cow value £900.

(4) Concentrate usage of 0.35kg/litre assumed

(5) For details of grazing and silage variable costs, see pages 15 and 16.

(6) Sensitivity analysis

Change in typical gross margin (£)

	per cow	per hectare
± 1 ppl in milk	74.00	148.00
± £5/t in concentrates price	12.95	25.90
± 100 litres milk	18.03	36.06

DAIRY COWS - AVERAGE CALVING PATTERN (53% SUMMER MILK)

			LOW	TYPICAL	HIGH
Milk yield (litres)			6,700	7,600	8,400
		ppl	£	£	£
Milk sales		40.0	**2,680**	**3,040**	**3,360**
Calves				**115**	
Less herd replacement cost				**211**	
OUTPUT			**2,584**	**2,944**	**3,264**
		£			
Concentrates		@ 380	917	1040	1149
Grazing	0.262	@ 440		115	
Silage	9.5	@ 31.15		296	
Sundries (AI, vet, misc)				210	
Total Variable costs			**1538**	**1661**	**1770**
GROSS MARGIN PER COW			**1,046**	**1,283**	**1,494**
GROSS MARGIN PER HECTARE @ (2 ce/ha)			**2,092**	**2,566**	**2,987**
GROSS MARGIN PER 1,000 LITRES			**156**	**169**	**178**

(1) Average calving pattern of dairy cows in Northern Ireland during 2017:-

January/February	18.5%	
March/April	18.2%	
May/June	13.3%	
July/August	11.6%	
September/October	19.9%	
November/December	18.4%	(based on calf registrations)

(2) Milk price forecast on the basis of compositional quality and the seasonality of production. Net of all deductions.

(3) 93 calves sold or transferred per 100 dairy cows.

(4) Herd replacement cost:
- 25% replacement rate and 4% mortality are typical.
- replacement cost £1600; cull cow value £900.

(5) Concentrate usage of 0.36kg/litre assumed

(6) For details of grazing and silage variable costs, see pages 15 and 16.

(7) Sensitivity analysis

Change in gross margin(£)

	per cow	per hectare
± 1 ppl in milk	76.00	152.00
± £5/t in concentrates price	13.68	27.36
± 100 litres milk	18.15	36.29

DAIRY HEIFER REPLACEMENTS - AUTUMN BORN (2021)

	30 MONTH CALVING			24 MONTH CALVING	
	Physical		Financial	Physical	Financial
			£		£
Value of heifer (allowing for barreners and rejects)			1600		1600
Less value of calf (plus 2% mortality allowance)			235		235
OUTPUT PER HEIFER			**1365**		**1365**
Calf rearing costs to 3 months			180		180
4-6 months (indoors)		£			
Concentrates (17% protein)	125 kg	@380	48	250 kg	95
Silage	0.7 tonnes	@31.15	22	0.7 tonnes	22
Bedding straw	0.15 tonnes		20	0.15 tonnes	20
Veterinary and miscellaneous			12		15
7-12 months (at grass)					
Concentrates (15% protein)	25 kg	@360	9	180 kg	65
Grazing	0.15 ha	@440	66	0.17 ha	75
Veterinary and miscellaneous			20		20
13-18 months (indoors)					
Barley and minerals	160 kg	@300	48	360 kg	108
Silage	5 tonnes	@31.15	158	4.5 tonnes	142
AI, Veterinary and miscellaneous			19		47
19-24 months (at grass)					
Grazing	0.21 ha	@440	92	0.23 ha	101
AI, Veterinary and miscellaneous			55		19
25-30 months (indoors)					
Barley and minerals	180 kg	@300	54		
Silage	6 tonnes	@31.15	190		
Veterinary and miscellaneous			7		
Total Variable Costs			**998**		**908**
GROSS MARGIN PER HEIFER			**367**		**457**
GROSS MARGIN PER HECTARE @ (2 ce/ha)			**524**		**914**

DAIRY HEIFER REPLACEMENTS - AUTUMN BORN (CONTINUED)

(1) See page 29 for details of calf rearing costs.

(2) For details of grazing & silage variable costs, see pages 15 and 16.

(3) Sensitivity analysis

Change in gross margin (£)

	30 month calving	
	per head	per hectare
± £50 in heifer value	50	71
± £10 in calf price	10	15

Change in gross margin (£)

	24 month calving	
	per head	per hectare
± £50 in heifer value	50	100
± £10 in calf price	10	20

(4) Targets weights (kilograms)

Age (months)	Autumn born	
	24 month calving	30 month calving
3	85	85
6	155	145
12	290	260
18	415	355
24	560	460
30	-	580

Target daily liveweight gain (kgs/day)

Age (months)	Autumn born	
	24 month calving	30 month calving
3-6	0.78	0.67
6-12	0.75	0.64
12-18	0.69	0.53
18-24	0.81	0.58
24-30	-	0.67

DAIRY HEIFER REPLACEMENTS - SPRING BORN (2022)

	27 MONTH CALVING			24 MONTH CALVING	
	Physical		Financial	Physical	Financial
			£		£
Value of heifer (allowing for barreners and rejects)			1600		1600
Less value of calf (plus 2% mortality allowance)			235		235
OUTPUT PER HEIFER			**1365**		**1365**
Calf rearing costs to 3 months			180		180
4-9 months (at grass)		£			
Concentrates (17% protein)	100 kg	@380	38	180 kg	68
Grazing	0.14 ha	@440	62	0.15 ha	66
Veterinary and miscellaneous			20		20
10-15 months (indoors)					
Barley and minerals	360 kg	@300	108	405 kg	122
Silage	3.5 tonnes	@31.15	111	3.75 tonnes	119
Veterinary and miscellaneous			12		15
16-21 months (at grass)					
Barley and minerals	0 kg	@300	0	50 kg	15
Grazing	0.21 ha	@440	92	0.22 ha	97
AI, Veterinary and miscellaneous			55		48
22-24 months (indoors)					
Barley and minerals	25 kg	@300	8	135 kg	41
Silage	2.75 tonnes	@31.15	87	2.50 tonnes	79
Veterinary and miscellaneous			9		7
25-27 months (indoors)					
Barley and minerals	65 kg	@300	20		
Silage	2.75 tonnes	@31.15	87		
Veterinary and miscellaneous			9		
Total Variable Costs			**897**		**875**
GROSS MARGIN PER HEIFER			**468**		**490**
GROSS MARGIN PER HECTARE @ (2 ce/ha)			**782**		**980**

DAIRY HEIFER REPLACEMENTS - SPRING BORN (CONTINUED)

(1) See page 29 for details of calf rearing costs.

(2) For details of grazing & silage variable costs, see pages 15 and 16.
It is assumed that silage is harvested by contractor.

(3) Sensitivity analysis

Change in gross margin (£)

	27 month calving	
	per head	per hectare
± £50 in heifer value	50	84
± £10 in calf price	10	17

Change in gross margin (£)

	24 month calving	
	per head	per hectare
± £50 in heifer value	50	100
± £10 in calf price	10	20

(4) Target weights (kgs)

Age (months)	Spring born	
	24 month calving	27 month calving
3	85	85
9	215	195
15	345	300
21	485	435
24	560	500
27	-	580

Target daily liveweight gain (kgs/day)

Age (months)	Spring born	
	24 month calving	27 month calving
3-9	0.72	0.61
9-15	0.72	0.58
15-21	0.78	0.75
21-24	0.83	0.72
24-27	-	0.89

BULL CALF REARING (TO 3 MONTHS)

	kg		£/tonne	TYPICAL £/head
Milk substitute	35	@	2500	88
Concentrates (17-18% Protein)	180	@	400	72
Hay	20	@	160	3
Bedding Straw	70	@	130	9
Veterinary & sundries				23
Total variable costs				**195**

(1) Intake per calf of milk substitute depends on the system of feeding. A calf would consume 35 kg of milk substitute in 6 weeks on ad libitum feeding system whereas on a bucket rearing system the intake per calf would be between 16 and 24 kg.

(2) When whole milk is fed to calves, 135 litres would provide the same energy and protein as 20 kg of milk substitute.

(3) A heifer calf will consume less concentrates over the first three months (130 to 140 kg). The rearing cost for a dairy heifer calf would be approximately £180.

(4) The daily liveweight gain during the first 3 months will average 0.7 kg.

(5) Typical liveweights at 3 months of age are 120 kg for bull calves and 110 kg for heifer calves.

LIVEWEIGHT TO DEADWEIGHT PRICE CONVERSION TABLE

Liveweight Price (pence per kg)	**Deadweight Price** (pence per kg)							
	Kill out							
	48%	50%	52%	54%	56%	58%	60%	62%
170	354.2	340.0	326.9	314.8	303.6	293.1	283.3	274.2
172	358.3	344.0	330.8	318.5	307.1	296.6	286.7	277.4
174	362.5	348.0	334.6	322.2	310.7	300.0	290.0	280.6
176	366.7	352.0	338.5	325.9	314.3	303.4	293.3	283.9
178	370.8	356.0	342.3	329.6	317.9	306.9	296.7	287.1
180	375.0	360.0	346.2	333.3	321.4	310.3	300.0	290.3
182	379.2	364.0	350.0	337.0	325.0	313.8	303.3	293.5
184	383.3	368.0	353.8	340.7	328.6	317.2	306.7	296.8
186	387.5	372.0	357.7	344.4	332.1	320.7	310.0	300.0
188	391.7	376.0	361.5	348.1	335.7	324.1	313.3	303.2
190	395.8	380.0	365.4	351.9	339.3	327.6	316.7	306.5
192	400.0	384.0	369.2	355.6	342.9	331.0	320.0	309.7
194	404.2	388.0	373.1	359.3	346.4	334.5	323.3	312.9
196	408.3	392.0	376.9	363.0	350.0	337.9	326.7	316.1
198	412.5	396.0	380.8	366.7	353.6	341.4	330.0	319.4
200	416.7	400.0	384.6	370.4	357.1	344.8	333.3	322.6
202	420.8	404.0	388.5	374.1	360.7	348.3	336.7	325.8
204	425.0	408.0	392.3	377.8	364.3	351.7	340.0	329.0
206	429.2	412.0	396.2	381.5	367.9	355.2	343.3	332.3
208	433.3	416.0	400.0	385.2	371.4	358.6	346.7	335.5
210	437.5	420.0	403.8	388.9	375.0	362.1	350.0	338.7
212	441.7	424.0	407.7	392.6	378.6	365.5	353.3	341.9
214	445.8	428.0	411.5	396.3	382.1	369.0	356.7	345.2
216	450.0	432.0	415.4	400.0	385.7	372.4	360.0	348.4
218	454.2	436.0	419.2	403.7	389.3	375.9	363.3	351.6
220	458.3	440.0	423.1	407.4	392.9	379.3	366.7	354.8
222	462.5	444.0	426.9	411.1	396.4	382.8	370.0	358.1
224	466.7	448.0	430.8	414.8	400.0	386.2	373.3	361.3
226	470.8	452.0	434.6	418.5	403.6	389.7	376.7	364.5
228	475.0	456.0	438.5	422.2	407.1	393.1	380.0	367.7
230	479.2	460.0	442.3	425.9	410.7	396.6	383.3	371.0
240	500.0	480.0	461.5	444.4	428.6	413.8	400.0	387.1
250	520.8	500.0	480.8	463.0	446.4	431.0	416.7	403.2
260	541.7	520.0	500.0	481.5	464.3	448.3	433.3	419.4
270	562.5	540.0	519.2	500.0	482.1	465.5	450.0	435.5
280	583.3	560.0	538.5	518.5	500.0	482.8	466.7	451.6
290	604.2	580.0	557.7	537.0	517.9	500.0	483.3	467.7
300	625.0	600.0	576.9	555.6	535.7	517.2	500.0	483.9

18 MONTH HEIFER BEEF

(October/November 2022 born continental type calves)

	kg(dwt)		p/kg	TYPICAL £/head	HIGH £/head
Finished Heifer	275	@	430	1183	1183
Less Value of calf plus 2% mortality allowance				280	280
OUTPUT				**903**	**903**
Calf rearing costs to 3 months				180	180
4-6 months (indoors)			£/t		
Concentrates (17% protein)	2.0 to 1.0 kg/day	@	380	68	34
Silage	1.5 tonnes	@	31.15	47	47
Veterinary and miscellaneous				8	8
7-12 months (at grass)			£/t		
Concentrates (15% protein)	100 kg to 30 kg	@	360	36	11
			£/ha		
Grazing	0.15 ha	@	366	55	55
Veterinary and miscellaneous				10	10
13-18 months (indoors)			£/t		
Barley and minerals	4.3 to 2.0 kg/day	@	300	232	108
Silage	4.5 to 5 tonnes	@	31.15	140	156
Veterinary and miscellaneous				8	8
Total variable costs				**784**	**616**
GROSS MARGIN PER HEAD				**118**	**286**
GROSS MARGIN PER HECTARE @ 1.8 ce/ha				**315**	**767**
Number of cattle finished per hectare				3.3	3.2
Interest charge per head (@ 5%)				50	44

(1) Sale price is after deduction of marketing expenses which include fees for meat inspection, grading, insurance, offal disposal, clipping, R&D and LMC levies.

(2) Two levels of concentrate requirements are given. The lower quantity is required with 'GOOD' quality silage (6 to 7 weeks regrowth, 70 D) and the higher level with 'MEDIUM' quality silage (10 weeks regrowth, 60 D).

18 MONTH HEIFER BEEF (CONTINUED)

(3) Number of housed and grazing days and daily liveweight gain (DLWG)

	1st Winter Housed	Grass	2nd Winter Housed
Days	90	180	180
DLWG (kg	0.75	0.9	0.9

(4) For details of grazing & silage variable costs, see pages 15 and 16.

(5) Sensitivity analysis

Change in gross margin (£)

	Quality of silage			
	MEDIUM		**GOOD**	
	per head	per hectare	per head	per hectare
+ £10 in calf value	10	27	10	27
+ 5p/kg in sale value	14	37	14	37

22 MONTH STEER BEEF

(October/November 2022 born continental type calves)

				TYPICAL	HIGH
	kg(dwt)		p/kg	£/head	£/head
Finished steer	320	@	430	1376	1376
Less Value of calf plus 2% mortality allowance				350	350
OUTPUT				**1026**	**1026**
Calf rearing costs to 3 months				195	195
4-6 months (indoors)			£/t		
Concentrates (17% protein)	2.5 to 1.0 kg/day	@	380	86	34
Silage	1.2 tonnes	@	31.15	37	37
Veterinary and miscellaneous				8	8
7-12 months (at grass)			£/t		
Concentrates (15% protein)	110 kg to 40 kg	@	360	40	14
			£/ha		
Grazing	0.15 ha	@	366	55	55
Veterinary and miscellaneous				10	10
13-18 months (indoors)			£/t		
Concentrates (15% protein)	2.0 to 0.5 kg/day	@	360	130	32
Silage	4.5 to 5 tonnes	@	31.15	140	156
Veterinary and miscellaneous				8	8
19-22 months (at grass)			£/t		
Barley and minerals	130 kg to 60 kg	@	300	39	18
			£/ha		
Grazing	0.17 ha	@	366	62	62
Veterinary and miscellaneous				10	10
				_____	_____
Total variable costs				**819**	**640**
GROSS MARGIN PER HEAD				**207**	**386**
GROSS MARGIN PER HECTARE @ 1.8 ce/ha				**429**	**804**
Number of cattle finished per hectare				2.2	2.1
Interest charge per head (@ 5%)				70	61

22 MONTH STEER BEEF (CONTINUED)

(1) Sale price is after deduction of marketing expenses which include fees for meat inspection, grading, insurance, offal disposal, clipping, R&D and LMC levies.

(2) Two levels of concentrate requirements are given. The lower quantity is required with 'GOOD' quality silage (6 to 7 weeks regrowth, 70 D) and the higher level with 'MEDIUM' quality silage (10 weeks regrowth, 60 D).

(3) Weight at 3 Months: 120 kg lwt.

Daily liveweight gain (kg)	
0.75 (3 months to turnout)	0.6 Housed (1st winter)
0.90 At grass (1st summer)	1.0 At grass (2nd summer)

(4) Grazing and silage costs - see pages 15 and 16.

(5) Sensitivity analysis

Change in gross margin (£)

	Quality of silage			
	MEDIUM		GOOD	
	per head	per hectare	per head	per hectare
± £10 in calf value	10	21	10	21
± 5p/kg in sale value	16	33	16	33

24 MONTH STEER BEEF

(January/February 2022 born continental type calves)

			TYPICAL	HIGH
	kg(dwt)	p/kg	£/head	£/head
Finished steer	335 @	440	1474	1474
Less Value of calf plus 2% mortality allowance			350	350
OUTPUT			**1124**	**1124**
Calf rearing costs to 3 months			195	195
4-9 months (at grass)		£/t		
Concentrates (15% protein)	100 to 50 kg @	360	36	18
		£/ha		
Grazing	0.11 ha @	366	40	40
Veterinary and miscellaneous			10	10
10-15 months (indoors)		£/t		
Concentrates (15% protein)	1.8 to 0.5 kg/day @	360	117	32
Silage	4 to 4.5 tonnes @	31.15	125	140
Veterinary and miscellaneous			7	7
16-21 months (at grass)		£/ha		
Grazing	0.20 ha @	366	73	73
Veterinary and miscellaneous			10	10
22-24 months (indoors)		£/t		
Barley and minerals	6.7 to 3.0 kg/day @	300	181	81
Silage	2.75 to 3.0 tonnes @	31.15	86	93
Veterinary and miscellaneous			6	6
			____	____
Total variable costs			**885**	**706**
GROSS MARGIN PER HEAD			**239**	**418**
GROSS MARGIN PER HECTARE @ 1.8 ce/ha			**430**	**752**
Number of cattle finished per hectare			2.09	2.0
Interest charge per head (@ 5%)			79	70

24 MONTH STEER BEEF (CONTINUED)

(1) Sale price is after deduction of marketing expenses which include fees for meat inspection, grading, insurance, offal disposal, clipping, R&D and LMC levies.

(2) Two levels of concentrate requirements are given. The lower quantity is required with 'GOOD' quality silage (6 to 7 weeks regrowth, 68 D) the higher levels with 'MEDIUM' quality silage (10 weeks regrowth, 60 D).

(3) Weight at 3 Months: 120 kg lwt.

Daily liveweight gain (kg)	
0.75 At grass (1st summer)	0.90 At grass (2nd summer)
0.60 Housed (1st winter)	1.0 Housed (2nd winter)

(4) Grazing and silage costs - see pages 15 and 16.

(5) Sensitivity analysis

Change in gross margin (£)

	Quality of silage			
	MEDIUM		GOOD	
	per head	per hectare	per head	per hectare
± £10 in calf value	10	18	10	18
± 5p/kg in sale value	17	30	17	30

28 MONTH STEER BEEF

(April/May 2022 born continental type calves)

				TYPICAL	HIGH
	kg(dwt)		p/kg	£/head	£/head
Finished steer	365	@	440	1,606	1,606
Less Value of calf plus 2% mortality allowance				350	350
OUTPUT				**1,256**	**1,256**
Calf rearing costs to 3 months				195	195
4-5 months (at grass)			£/t		
Concentrates (17% Protein)	60 to 30 kg	@	380	23	11
			£/ha		
Grazing	.04 ha	@	366	15	15
Veterinary and miscellaneous				10	10
6-11 months (indoors)			£/t		
Concentrates (15% Protein)	2 to 1 kg/day	@	360	130	65
Silage	3 to 4 tonnes	@	31.15	93	125
Veterinary and miscellaneous				7	7
12-17 months (at grass)			£/ha		
Grazing	0.16 ha	@	366	59	59
Veterinary and miscellaneous				10	10
18-23 months (indoors)			£/t		
Concentrates (15% Protein)	2 to 1 kg/day	@	360	130	65
Silage	5 to 5.5 tonnes	@	31.15	156	171
Veterinary and miscellaneous				7	7
24-28 months (outdoors)			£/ha		
Grazing	0.25 ha	@	366	92	92
Veterinary and miscellaneous				10	10
Total variable costs				**935**	**840**
GROSS MARGIN PER HEAD				**321**	**416**
GROSS MARGIN PER HECTARE @ 1.8 ce/ha				**459**	**595**
Number of cattle finished per hectare				1.5	1.5
Interest charge per head (@ 5%)				95	90

28 MONTH STEER BEEF (CONTINUED)

(1) Sale price is after deduction of marketing expenses which include fees for meat inspection, grading, insurance, offal disposal, clipping, R&D and LMC levies.

(2) Steers over 30 months of age may be subject to price deductions.

(3) Two levels of concentrate requirements are given. The lower quantity is required with 'GOOD' quality silage (6 to 7 weeks regrowth, 68 D) and the higher level with 'MEDIUM' quality silage (10 weeks regrowth, 60 D).

(4) Weight at 3 Months: 120 kg lwt.

Daily Liveweight Gain (kg)	
0.75 At grass	0.50 Housed (2nd Winter)
0.60 Housed (1st Winter)	1.00 At grass
0.90 At grass	

(5) Grazing and silage costs - see pages 15 and 16.

(6) Sensitivity Analysis

Change in Gross Margin (£)

	Quality of silage			
	MEDIUM		GOOD	
	per head	per hectare	per head	per hectare
+ £10 in calf value	10	14	10	14
+ 5p/kg in sale value	18	26	18	26

CEREAL BULL BEEF

(Friesian type calves)

				TYPICAL
	kg(dwt)		p/kg	£ /head
Finished Bull	270	@	415	1,121
Less Value of calf plus 2% mortality allowance				90
OUTPUT				**1,031**
Calf rearing costs to 3 months				195
4-13 months			£/t	
Concentrates (13-15% Protein)	2 tonnes	@	360	720
Straw				29
Veterinary and miscellaneous				36
Total variable costs				**980**
GROSS MARGIN PER HEAD				**51**
Interest charge per head (@ 5%)				31

(1) Sale price is after deduction of marketing expenses which include fees for meat inspection, grading, insurance, offal disposal, clipping, R&D and LMC levies.

(2) Bulls are potentially dangerous. Guidance on the handling of bulls can be obtained from DAERA.

(3) Market outlets for bull beef should be identified before production is commenced.

(4) Friesian type bull calves finished at 13 months of age. DLWG of 1.3 kg between 4 and 13 months of age

(5) Sensitivity analysis

Change in gross margin (£)

	per head
± £10 in calf value	10
± 5p/kg in sale value	13.5
± £10/t in concentrate price	20

GRASS SILAGE BULL BEEF

(Born spring 2022 continental type calves)

				TYPICAL	HIGH
	kg(dwt)		p/kg	£/head	£/head
Finished Bull	335	@	435	1,457	1,457
Less Value of calf plus 2% mortality allowance				350	350
OUTPUT				**1,107**	**1,107**
Calf rearing costs to 3 months				195	195
4-6 months			£/t		
Concentrates (17% Protein)	0.5 to 0.3 tonnes	@	380	190	114
Silage	0.5 to 1.0 tonnes	@	31.15	16	31
Veterinary and miscellaneous				15	15
7-14 months					
Concentrates (15% Protein)	1.4 to 0.9 tonnes	@	360	504	324
Silage	5.0 to 6.0 tonnes	@	31.15	156	187
Veterinary and miscellaneous				20	20
Total variable costs				**1,095**	**886**
GROSS MARGIN PER HEAD				**12**	**221**
GROSS MARGIN PER HECTARE @ 2 ce/ha				**40**	**554**
Number of cattle finished per hectare				6.7	5.0
Interest charge per head (@ 5%)				52	46

(1) Sale price is after deduction of marketing expenses which include fees for meat inspection, grading, insurance, offal disposal, clipping, R&D and LMC levies.

(2) Bulls are potentially dangerous. Guidance on the handling of bulls can be obtained from DAERA.

(3) Market outlets for bull beef should be identified before production is commenced.

(4) Two levels of concentrate requirements are given. The lower quantity is required with 'GOOD' quality silage (6 to 7 weeks regrowth, 68 D) and the higher level with 'MEDIUM' quality silage (10 weeks regrowth, 60 D). Care should be exercised with silage intake levels to avoid under finished animals at 15 months.

GRASS SILAGE BULL BEEF (CONTINUED)

(5) Continental type bull calves born during the spring and finished at 14 months of age. DLWG of 1.40 kg between 4 and 14 months of age.

(6) Silage costs - see page 16.

(7) Sensitivity Analysis

Change in Gross Margin (£)

	Quality of silage			
	MEDIUM		GOOD	
	per head	per hectare	per head	per hectare
+ £10 in calf value	10	33	10	25
+ 5p/kg in sale value	17	56	17	42
+ £10/t in concentrate price	19	63	12	30

CALF TO STORE SYSTEM

(January 2022 born continental type calves)

				TYPICAL
	kg(lwt)		£/100kg	£/head
Sale	390	@	240	936
Less value of calf plus 2% mortality allowance				350
OUTPUT				**586**
Calf rearing cost to 3 months				195
4 - 10 months (at grass)			£/t	
Concentrates (17% protein)	100 kg	@	380	38
Grazing	0.15 ha	@	366	55
Veterinary and miscellaneous				12
11 - 16 months (indoors)				
Concentrates (15% protein)	1.5 kg/day	@	360	97
Silage	4.5 tonnes	@	31.15	140
Veterinary and miscellaneous				15
Total Variable Costs				**552**
GROSS MARGIN PER CALF				**34**
GROSS MARGIN PER HECTARE @ 1.8 ce/ha				**80**
Interest per head (@ 5%)				42

(1) January born continental type bull calves sold during the following spring ; 3.8 cattle per hectare.

(2) Weight at 3 Months: 120 kg lwt.

Daily liveweight gain (kg): - At grass 0.8
- Housed 0.6

LOWLAND SUCKLER COWS - MAY/JUNE CALVING (2022)

						TYPICAL
	sold per cow		kg(lwt)		£/100kg	£/head
Calves	0.94	@	320	@	260	782
Less herd replacement cost						102
calf purchases	0.06					20
OUTPUT						**660**
					£/t	
Concentrates - cow & calf			150 kg	@	340	51
					£/ha	
Grazing			0.31 ha	@	366	113
					£/t	
Silage - cow			8 tonnes	@	31.15	249
- calf			2.5 tonnes	@	31.15	78
Veterinary and miscellaneous						62
Total Variable Costs						**554**
GROSS MARGIN PER COW						**107**
GROSS MARGIN PER HECTARE @ 1.8 ce/ha						**170**

(1) Calves weaned during March/April (10 months old) at a liveweight between 300 and 340 kg. 0.92 calves born per cow and 4 per cent mortality birth to weaning.

(2) Herd replacement cost

Cow purchase price	£1,500
Cull cow price	£950
Replacement/Mortality	15% replacement rate and 1% mortality per annum
Bull depreciation	£10 per cow/year

(3) Daily liveweight gain

	At grass	Housed
Bulls	1kg	0.9kg
Heifers	1kg	0.9kg

(4) For details of grazing & silage variable costs, see pages 15 and 16.

(5) Sensitivity analysis

Change in Gross Margin (£)

	per cow	per hectare
± £10/t in concentrate price	2	2
± £5/100 kg in sale price	15	24
± 0.1 calves sold per cow	83	132

LOWLAND SUCKLER COWS - FEBRUARY/MARCH CALVING (2022)

					TYPICAL £/head
	sold per cow	kg(lwt)		£/100kg	
Calves	0.94	@ 270	@	260	660
Less herd replacement cost					102
calf purchases	0.06				20
OUTPUT					**538**
				£/t	
Concentrates - calf		50 kg	@	380	19
- cow		50 kg	@	300	15
				£/ha	
Grazing		0.30 ha	@	366	110
				£/t	
Silage - cow		7 tonnes	@	31.15	218
Veterinary and miscellaneous					77
Total Variable Costs					**439**
GROSS MARGIN PER COW					**99**
GROSS MARGIN PER HECTARE @ 1.8 ce/ha					**169**

(1) Calves weaned during October. DLWG of 0.95 kg. 0.92 calves born per cow and 4 per cent mortality birth to weaning.

(2) Herd replacement cost

Cow purchase price	£1,500
Cull cow price	£950
Replacement/Mortality	15% replacement rate and 1% mortality per annum
Bull depreciation	£10 per cow/year

(3) For details of grazing & silage variable costs, see pages 15 and 16.

(4) Sensitivity analysis

Change in gross margin (£)

	per cow	per hectare
+ £10/t in concentrate price	1	2
+ £5/100 kg in sale price	13	22
± 0.1 calves sold per cow	70	119

LOWLAND SUCKLER COWS - SEPTEMBER/OCTOBER CALVING (2022)

TYPICAL

	sold per cow	kg(lwt)		£/100kg	£/head
Calves	0.94	@ 290	@	260	709
Less herd replacement cost					102
calf purchases	0.06				20

OUTPUT				**587**
			£/t	
Concentrates - calf	150 kg	@	380	57
- cow	200 kg	@	300	60
			£/t	
Silage - cow	8 tonnes	@	31.15	249
- calf	1 tonnes	@	31.15	31
			£/ha	
Grazing	0.28 ha	@	366	102
Veterinary and miscellaneous				77
Total Variable Costs				**577**

GROSS MARGIN PER COW	**10**
GROSS MARGIN PER HECTARE @ 1.8 ce/ha	**17**

(1) Calves weaned during June. DLWG of 0.95 kg. 0.92 calves born per cow and 4 per cent mortality birth to weaning.

(2) Herd replacement cost

Cow purchase price	£1,500
Cull cow price	£950
Replacement/Mortality	15% replacement rate per annum
	1% mortality per annum
Bull depreciation	£10 per cow/year

(3) For details of grazing & silage variable costs, see pages 15 and 16.

(4) Sensitivity analysis

Change in gross margin (£)

	per cow	per hectare
± £10/t in concentrate price	4	6
± £5/100 kg in sale price	14	22
± 0.1 calves sold per cow	75	124

HILL SUCKLER COWS - SPRING CALVING (2022)

						TYPICAL
	sold per cow		kg(lwt)		£/100kg	£/head
Calves	0.94	@	230	@	260	562
Less herd replacement cost						101
calf purchases	0.06					20
OUTPUT						**442**
			kg		£/t	
Barley and minerals			110	@	300	33
Grazing						76
			tonnes		£/t	
Silage			6	@	31.15	187
Veterinary and miscellaneous						63
Total Variable Costs						**359**
GROSS MARGIN PER COW						**83**

(1) Calves weaned during October. 0.92 calves born per cow and 4 per cent mortality birth to weaning.

(2) Herd replacement cost

Cow purchase price	£1,350
Cull cow price	£800
Replacement/Mortality	15% replacement rate per annum
	1% mortality per annum
Bull depreciation	£10 per cow/year

(3) For details of grazing & silage variable costs, see pages 15 and 16.

Change in gross margin (£)

	per head
± £10/t in concentrate price	1
± £5/100 kg in sale price	11
± 0.1 calves sold per cow	60

BEEF HEIFER REPLACEMENTS - SPRING BORN 2022
24 MONTH CALVING

				TYPICAL
				£/head
Value of heifer (allowing for barreners & rejects)				1400
Less Value of calf plus 2% mortality allowance				300
OUTPUT				**1100**
Calf rearing costs to 3 months				180
4-9 months (at grass)			£/t	
Concentrates (17% protein)	20 kg	@	380	8
			£/ha	
Grazing	0.11 ha	@	366	40
Veterinary and miscellaneous				14
10-15 months (indoors)			£/t	
Barley and minerals	400 kg	@	300	120
Silage	4.5 tonnes	@	31.15	140
Veterinary and miscellaneous				10
16-21 months (at grass)				
Grazing	0.19 ha	@	366	70
AI Bull charges, veterinary and miscellaneous				36
22-24 months (indoors)			£/t	
Barley and minerals	40 kg	@	300	12
Silage	3 tonnes	@	31.15	93
Veterinary and miscellaneous				5
Total variable costs				**728**
GROSS MARGIN PER HEAD				**372**
GROSS MARGIN PER HECTARE @ 1.8 ce/ha				**657**

(1) Production of a continental cross Friesian heifer. Target weights:-

360-380 kg at 15 months
560-580 kg at 24 months

(2) 2.1 heifer replacements per hectare.

BEEF HEIFER REPLACEMENTS - SPRING BORN - 24 MONTH CALVING (CONTINUED)

(3) For details of grazing & silage variable costs, see pages 15 and 16.

(4) Sensitivity analysis

Change in gross margin (£)

	per head	per hectare
± £10 in heifer values	10	18
± £10 in calf prices	10	18

FINISHING SUCKLED STEER CALVES

(Purchased Autumn 2022)

			TYPICAL
	kg (dwt)	p/kg	£/head
Sale of finished steer	360 @	445	1,602
	kg (lwt)	£/100 kg	
Less Value of calf plus 2% mortality allowance	280 @	270	756
OUTPUT			**846**
		£/t	
9-14 months (indoors)			
Concentrates (17% Protein)	2.0 kg/day @	380	137
Silage	3.5 tonnes @	31.15	109
Veterinary and miscellaneous			11
		£/t	
15-20 months (at grass)			
Barley and minerals	40 kg @	300	12
		£/ha	
Grazing	0.19 ha @	366	70
Veterinary and miscellaneous			14
21-24 months (indoors)			
Barley and minerals	6 kg/day @	300	216
Silage	3 tonnes @	31.15	93
Veterinary and miscellaneous			11
Total variable costs			**673**
GROSS MARGIN PER HEAD			**173**
GROSS MARGIN PER HECTARE @ 1.8 ce/ha			**423**
Interest charge per head (@ 5%)			68

(1) Continental calves born during the spring 2022, purchased at the autumn suckler sales and sold at 2 years of age. 2.8 steers finished per hectare.

	1st Winter Housed	Grass	2nd Winter Housed
Days	180	180	120
DLWG (kg)	0.6	0.9	1.0
Concentrates (kg)	360	40	720

FINISHING SUCKLED STEER CALVES (CONTINUED)

(2) Sale price is after deduction of marketing expenses which include fees for meat inspection, grading, insurance, offal disposal, clipping, R&D and LMC levies.

(3) Sensitivity analysis

	Change in gross margin (£)	
	per head	per hectare
+ £5/100 kg in purchase price	14	34
+ 5p/kg in sale prices	18	44

WINTER (2022/2023) STEER FINISHING
400 KG STORE

				TYPICAL
	kg (dwt)		p/kg	£/head
Sale of finished steer	340	@	440	1,496
	kg(lwt)		p/kg	
Less Purchase	400	@	250	1,000
OUTPUT				**496**
			£/t	
Barley and minerals	5 kg/day	@	300	345
Silage	7 tonnes	@	31.15	218
Veterinary and miscellaneous				14
Total Variable Costs				**577**
GROSS MARGIN PER HEAD				**-81**
GROSS MARGIN PER HECTARE @ 1.8 ce/ha				**-386**
Interest charge per head (@ 5%)				41

(1) Continental cross steers purchased during the autumn of 2022 and finished in 230 days in house with a DLWG of 0.95kg. 5.7 steers finished per hectare. Deadweight price is net of marketing expenses.

(2) Cattle are sold at 22 months.

(3) Gross margin under various purchase and sale price scenarios.

Gross margin (£ per head)

		Purchase Price p/kg (lwt)				
		230	**240**	**250**	**260**	**270**
Sale price (pence per per kg (dwt))	**400**	-137	-177	-217	-257	-297
	420	-69	-109	-149	-189	-229
	440	-1	-41	-81	-121	-161
	460	67	27	-13	-53	-93
	480	135	95	55	15	-25

WINTER (2022/2023) STEER FINISHING
500 KG STORE

				TYPICAL
	kg(dwt)		p/kg	£/head
Sale of finished steer	360	@	440	1,584
	kg(lwt)		p/kg	
Less Purchase	500	@	240	1,200
OUTPUT				**384**
			£/t	
Barley and minerals	6 kg/day	@	300	270
Silage	5 tonnes	@	31.15	156
Veterinary and miscellaneous				12
Total Variable Costs				**438**
GROSS MARGIN PER HEAD				**-54**
GROSS MARGIN PER HECTARE @ 1.8 ce/ha				**-393**
Interest charge per head (@ 5%)				29

(1) Continental cross steers. Purchased during the autumn 2022 and housed for 150 days with a daily liveweight gain of 1.0 kg. An average of 8.0 steers finished per hectare. Deadweight price is net of marketing expenses.

(3) Silage costs - see page 16.

(3) Gross margin under various purchase and sale price scenarios.

Gross margin per head

		Purchase Price p/kg (lwt)				
		220	**230**	**240**	**250**	**260**
Sale price (pence per per kg (dwt))	**400**	-98	-148	-198	-248	-298
	420	-26	-76	-126	-176	-226
	440	46	-4	-54	-104	-154
	460	118	68	18	-32	-82
	480	190	140	90	40	-10

SUMMER STEER FINISHING 2022
420 KG STORE

				TYPICAL
	kg(dwt)		p/kg	£/head
Sale of finished steer	320	@	435	1,392
	kg(lwt)		£/100kg	
Less Purchase	420	@	255	1,071
OUTPUT				**321**
			£/t	
Barley and Minerals	20 kg	@	300	6
			£/ha	
Grazing	0.25 ha	@	366	92
Veterinary and miscellaneous				14
Total Variable Costs				**112**
GROSS MARGIN PER HEAD				**210**
GROSS MARGIN PER HECTARE @ 1.8 ce/ha				**1,257**
Interest charge per head (@ 5%)				28

(1) Sale price is after deduction of marketing expenses which include fees for meat inspection, grading, insurance, offal disposal, clipping, R&D and LMC levies

(2) Continental cross steers. Purchased during the spring 2022 and grazed for 180 days with a daily liveweight gain of 0.9 kg. An average of 4.0 steers grazed per hectare.

(3) Grazing variable costs - see page 15.

(4) Average Northern Ireland stocking rates for summer cattle finishing would typically be lower with approximately 2.6 cattle finished per hectare.

(5) Gross margin under various purchase and sale price scenarios.

Gross margin per head

		Purchase price p/kg (lwt)				
		235	**245**	**255**	**265**	**275**
Sale price (pence per per kg (dwt))	**395**	166	124	82	40	-3
	415	230	188	146	104	62
	435	294	252	210	168	126
	455	358	316	274	232	190
	475	422	380	338	296	254

'TRADITIONAL' STORE TO BEEF SYSTEM

(Purchased October 2022)

				TYPICAL
	kg(dwt)		p/kg	£/head
Sale of finished steer	350	@	435	1,523
	kg(lwt)		£/100kg	
Less Purchase	360	@	255	918
OUTPUT				**605**
			£/t	
Barley and minerals	300 kg	@	300	90
Silage	5.5 tonnes	@	31.15	171
			£/ha	
Grazing	0.22 ha	@	366	81
Veterinary and miscellaneous				28
Total Variable Costs				**370**
GROSS MARGIN PER HEAD				**235**
GROSS MARGIN PER HECTARE @ 1.8 ce/ha				**703**
Interest charge per head (@ 5%)				54

(1) Continental cross steers. Purchased during October 2022 and finished one year later. 2.8 cattle finished per hectare. Deadweight price is net of marketing expenses.

	Housed	Grass 2nd year
Days	180	180
DLWG (kg)	0.55	1.0
Concentrates (kg)	300	NIL

(2) Grazing and silage costs - see pages 15 and 16.

(3) Average Northern Ireland stocking rates for summer cattle finishing would typically be lower with approximately 1.6 cattle finished per hectare.

(4) Sensitivity analysis

Change in gross margin (£)

	per head	per hectare
± £5/100kg in purchase price	18	50
± 1p/kg in sale price	4	11

SUMMER GRAZING OF STORE CATTLE 2022

			TYPICAL
	kg(lwt)	£/100kg	£/head
Sale of store steer	450 @	250	1,125
Less Purchase	300 @	265	795
OUTPUT			**330**
		£/t	
Barley and minerals	40 kg @	300	12
		£/ha	
Grazing	0.18 ha @	366	66
Veterinary and miscellaneous			15
Total Variable Costs			**93**
GROSS MARGIN PER HEAD			**237**
GROSS MARGIN PER HECTARE @ 1.8 ce/ha			**1,420**
Interest charge per head (@ 5%)			21

(1) Continental cross steer purchased during the Spring 2022 and grazed for 180 days with a daily liveweight gain of 0.85 kg. An average of 5.6 steers grazed per hectare.

(2) Grazing variable costs - see page 15.

(3) At the average Northern Ireland stocking rate of 1.67 cow equivalents per hectare, 4.5 steers would be stocked per hectare.

(4) Gross margin under various purchase and sale price scenarios.

Gross margin per head

		Purchase Price p/kg (lwt)				
		245	**255**	**265**	**275**	**285**
	240	252	222	192	162	132
Sale price	**250**	297	267	237	207	177
(pence per	**260**	342	312	282	252	222
per kg (lwt)	**270**	387	357	327	297	267
	280	432	402	372	342	312

LOWLAND BREEDING EWES - MID MARCH LAMBING

				LOW		TYPICAL		HIGH
	kg	p/kg		£		£		£
Lambs (no.) sold finished	21 @	490		(1.20) 123		(1.40) 144		(1.60) 165
Wool						2		
Less Flock replacement cost						22		
OUTPUT				**104**		**125**		**145**
	kg		£/t					
Concentrates	65	@	390			25		
Grassland (including hay/silage)						55		
Veterinary and miscellaneous						21		
Total Variable Costs						**101**		
GROSS MARGIN PER EWE				**3**		**23**		**44**
GROSS MARGIN PER HECTARE @ 1.6 ce/ha				**22**		**186**		**351**

(1) Lamb sales pattern (%)

	June	July	Aug	Sept	Oct to Dec
Mid March lambing	17	19	14	13	37
Mid April lambing	4	14	21	25	36

(2) Sale price of lambs is net of marketing expenses.

(3) A stocking rate of 8 ewes per hectare is assumed in this budget.

(4) Flock replacement cost. Ewe replacement rate of 25% (inclusive of 5% ewe mortality). Ewes purchased at £150 and culls sold at £90. Rams purchased at £375 and sold after 3 years at £100.

(5) If replacements are retained rather than purchased, the flock replacement cost will fall, but so too will lamb output.

(6) Flocks in LFA Disadvantaged Areas will have a similar physical performance.

(7) Grazing, silage and hay costs - see pages 15 - 16.

(8) Sensitivity analysis

Change in gross margin(£)

	TYPICAL	
	per ewe	per hectare
± 0.1 in lambs reared per ewe	10.3	82
± 10p/kg in sale value	2.9	24
± £20/t in concentrate price	1.3	10

LOWLAND BREEDING EWES
EARLY (DECEMBER/JANUARY) LAMBING

	kg	p/kg		LOW £		TYPICAL £		HIGH £
Lambs (no.) sold finished	21 @	535		(1.15) 129		(1.35) 152		(1.55) 174
Wool						2		
Less Flock replacement cost						22		
OUTPUT				**110**		**132**		**155**
	kg		£/t					
Concentrates - ewe	85	@	390			33		
lambs	35	@	385			13		
Grazing and hay/silage						60		
Veterinary and miscellaneous						24		
Total Variable Costs						**131**		
GROSS MARGIN PER EWE				**-21**		**2**		**24**
GROSS MARGIN PER HECTARE @ 2.2 ce/ha				**-230**		**18**		**265**

(1) Lamb sales pattern (%)

April	May	June	July	Aug to Nov
15	20	20	15	30

Some producers may be able to sell up to 90% of their lambs before the end of June.

(2) Sale price of lambs is net of marketing expenses.

(3) A stocking rate of 11 ewes per hectare is assumed in this budget. Stocking rate is higher than that achieved by 'Mid March' lambing due to the earlier lamb sales.

(4) Flock replacement cost . Ewe replacement rate of 25% (inclusive of 5% ewe mortality). Ewes purchased at £150 and culls sold at £90. Rams purchased at £375 and sold after 3 years at £100.

(5) With this production system, housing is normally required at lambing. and fewer lambs will be reared per ewe than for 'Mid March' lambing.

LOWLAND BREEDING EWES - EARLY (DECEMBER/JANUARY) LAMBING (CONTINUED)

(6) Flocks in the new LFA will have a similar physical performance.

(7) Grazing, silage and hay costs - see pages 15 - 16.

(8) Sensitivity analysis

Change in gross margin (£)

	TYPICAL	
	per ewe	per hectare
± 0.1 in lambs reared per ewe	11.2	124
± 10p/kg in sale value	2.8	31
± £20/t in concentrate price	2.4	26

UPLAND BREEDING EWES - CROSSBRED TYPE IN SDA

	kg @ p/kg		LOW £		TYPICAL £		HIGH £
Lambs sales (no.)	21 @ 480	(0.88)	89	(1.02)	103	(1.16)	117
	16 @ 490	(0.37)	29	(0.43)	34	(0.49)	38
Wool					2		
Less Flock replacement cost					22		
OUTPUT			**98**		**117**		**136**
	kg	£/t					
Concentrates	65	@ 390			25		
Grazing and hay					50		
Veterinary and miscellaneous					19		
Total Variable Costs					**94**		
GROSS MARGIN PER EWE			**4**		**22**		**41**

(1) For the typical flock, 70% of lambs are sold fat at 21kg halfweight, 30% as stores at 16kg halfweight.

(2) Sale price of lambs is net of marketing expenses.

(3) Flock replacement. Ewe replacement rate of 25% (inclusive of 5% mortality). Ewe replacements purchased at £150 each and culls sold at £90 each. Rams purchased at £375 each and sold after 3 years for £100.

(4) Sensitivity analysis

Change in gross margin(£)

	TYPICAL
	per ewe
± 0.1 in lambs reared per ewe	9.4
± 10p/kg in sale value	2.8
± £20/t in concentrate price	1.3

HILL BREEDING EWES - MOUNTAIN TYPE IN SDA

			LOW		TYPICAL		HIGH	
				£		£		£
	kg	p/kg						
Lamb sales (no.)	19 @	470	(0.21)	19	(0.27)	24	(0.33)	29
	14 @	480	(0.49)	33	(0.63)	42	(0.77)	52
		£/head						
Cull ewes	0.18 @	70				13		
Wool						2		
Less Flock replacement cost						3		
OUTPUT				**63**		**78**		**93**
	kg	£/t						
Concentrates	55 @	390				21		
Grazing						27		
Veterinary and miscellaneous						15		
Total Variable Costs						**63**		
GROSS MARGIN PER EWE				**0**		**14**		**29**

(1) 25 lambs per 100 ewes retained as replacements.

(2) Lambs sales, 30% sold fat at 19kg halfweight and 70% sold as stores at 14kg halfweight.

(3) Sale price of lambs is net of marketing expenses.

(4) Flock replacement. Rams purchased at £375 each and sold after 3 years for £90. Ewe replacements are retained from own flock.

(5) Ewe mortality of 7% per annum.

(6) Sensitivity analysis

Change in gross margin(£)

	TYPICAL
	per ewe
± 0.1 in lambs reared per ewe	7.4
± 10p/kg in lamb sale value	2.0
± £20/t in concentrate price	1.1

STORE LAMB (16 kg +) FINISHED ON GRASS

	kg (halfweight)	p/kg	TYPICAL £
Lamb sale	21	@ 480	101
Less lamb purchase	16	@ 485	78
OUTPUT (feeder's margin)			**23**
Grazing			7
Veterinary and miscellaneous			2
Total Variable Costs			**9**
GROSS MARGIN PER LAMB			**14**

(1) Store lambs are purchased at an average half weight of 16 kg during the summer/autumn and typically grazed for approximately 100 days. Approximately 70% of the finished lambs are sold in the period October to December. Price for finished lambs is net of marketing deductions.

(2) Average weekly liveweight gain of 0.7 kg. However, some producers could achieve a liveweight gain of 1.0 kg per week.

(3) A mortality rate of less than 1% is typical.

(4) Own grazing is charged at £1 per month for each lamb. Rented grass keep would cost approximately £0.55 per lamb per week.

(5) Sensitivity analysis

	Change in gross margin (£)
	per lamb
± 10p per kg halfweight in purchase price	1.60
± 10p per kg halfweight in sale price	2.10

STORE LAMB (14 kg +) FINISHED ON GRASS AND CONCENTRATES

	kg (halfweight)	p/kg	TYPICAL £
Lamb sale	21	@ 485	102
Less lamb purchase	14	@ 485	68
OUTPUT (feeder's margin)			**34**
	kg	£/tonne	
Concentrates	45	@ 385	17
Grazing			12
Veterinary and miscellaneous			2
Total Variable Costs			**31**
GROSS MARGIN PER LAMB			**3**

(1) Store lambs are purchased during the summer/autumn at an average half weight of 14kg and typically grazed for 150 days. Approximately 66% of the finished lambs are sold in the period December to February. Price for finished lambs is net of marketing expenses.

(2) Average weekly liveweight gain of 0.66 kg.

(3) A mortality rate of 1% is typical.

(4) Typically 15kg of concentrates per month are fed for 3 months. However, up to 25kg of concentrates may be fed per month.

(5) Own grazing is charged at £1 per month for each lamb. Rented grass keep would cost approximately £0.55 per lamb per week.

(6) Sensitivity analysis

	Change in gross margin(£)
	per lamb
± 10p/kg in purchase price	1.40
± 10p/kg in sale value	2.10
± £10/t in concentrate price	0.45
± 10 kg in concentrate use	3.85

STORE LAMB (14 kg) FINISHED ON FORAGE CROPS

	kg (halfweight)				TYPICAL
	kg		p/kg		£
Lamb sale	21	@	490		103
Less lamb purchase	14	@	485		68
OUTPUT (feeder's margin)					**35**
	kg/day		£/tonne	days	
Concentrates	0.2	@	385	125	10
			p/day	@	
Grazing			14.9	@ 100	15
Veterinary and miscellaneous					2
Total Variable Costs					**27**
GROSS MARGIN PER LAMB					**8**

(1) Store lambs are purchased at an average halfweight of 14kg during the autumn and typically fed during a 125 day finishing period on forage crops. The finished lambs are assumed to be sold in February.

(2) Price for finished lambs is net of marketing expenses.

(3) Average weekly liveweight gain of 0.8kg.

(4) A mortality rate of 1% is typical.

(5) Forage costs include seed, fertiliser and spray expenses only. No allowance for crop cultivations has been included.

(6) Swedes sown in May and fed from November provide 4,500 lamb grazing days per hectare at a typical variable cost of £669 per hectare or 14.9 pence per lamb grazing day. Stubble turnips sown in July and grazed from November provide 2,500 grazing days per hectare at a typical variable cost of £666 per hectare or 26.7 pence per lamb grazing day.

(7) Sensitivity analysis

Change in gross margin (£)

	per lamb
+10p/kg in purchase price	1.40
+10p/kg in sale value	2.10

STORE LAMBS FINISHED INDOORS

	kg (halfweight)	TYPICAL
	kg @ p/kg	£
Lamb sale	22 @ 530	117
Less lamb purchase	15 @ 490	74
OUTPUT (feeder's margin)		**43**
	kg £/tonne	
Concentrates	100 @ 385	39
Veterinary and miscellaneous (including fodder)		4
Total Variable Costs		**43**
GROSS MARGIN PER LAMB		**1**

(1) Store lambs are housed in November at an average half weight of 15kg. They are typically finished after 100 (up to 140) days concentrate only feeding period. The finished lambs are sold in the early spring.

(2) Price for finished lambs is net of marketing deductions.

(3) Concentrate intake and liveweight gain

	Store lamb	
	30 kg (lwt)	40 kg (lwt)
Concentrate intake per month (kg)	25	35
Typical weekly liveweight gain (kg)	0.8	1.1

(4) A mortality rate of 2.5% is typical.

(5) Sensitivity analysis

Change in gross margin (£)

	per lamb
+ 10p/kg in purchase price	1.50
+ 10p/kg in sale value	2.20
+ £10/t in concentrate price	1.00
+ 10 kg in concentrate use	3.85

PIG REARING AND FINISHING

		LOW		TYPICAL		HIGH	
			£		£		£
	kg (dwt) p/kg						
Sales of pigs (no.) @	92 @ 180	(22)	3,643	(27)	4,471	(30)	4,968
	Number £/head						
Plus cull sows & boars	0.41 @ 118				48		
OUTPUT			**3,692**		**4,520**		**5,016**
	£/t						
Sow meal - Dry sow	415		374		381		411
- Lactating Sow	445		215		228		227
Creep & link feeds	735		275		337		375
Grower feed	470		744		888		973
Finisher feed	420		1709		1985		2167
A.I. Costs			31		31		31
Veterinary and miscellaneous			175		175		175
Total Variable Costs			**3,524**		**4,025**		**4,359**
GROSS MARGIN PER SOW			**167**		**494**		**658**
GROSS MARGIN PER FINISHED PIG			**7.60**		**18.30**		**21.92**

(1) Sale price for finished animals are net of marketing expenses.

(2) Herd replacement. It is assumed that sows and boars have an average breeding life of 2.5 years; 1 boar per 75 sows; sow mortality 4.0% and 100% of replacements retained.

(3) Mortality 5% weaning to sale. In addition, 1 pig in 350 sold is condemned for which no payment is received.

(4) It is assumed high performing herds have better FCR than low performing herds.

(5) A.I. Costs - semen cost £6 per bottle. Each sow inseminated on average 2.6 times per year and uses two bottles of semen per insemination

(6) As the number of pigs sold per sow increases, the sow feed allocation per finisher falls.

	LOW	TYPICAL	HIGH
Number of finishers sold per sow per year	22.0	27.0	30.0

Meal consumption per finished pig (kg)	LOW	TYPICAL	HIGH
Sow meal (Dry sow)	41	34	33
Sow meal (Lactating sow)	22	19	17
Creep & link feed	17	17	17
Grower feed	72	70	69
Finisher feed	185	175	172
Total feed	**337**	**315**	**308**

PIG REARING AND FINISHING (CONTINUED)

(5) 'Veterinary and miscellaneous' costs do not include 'fixed costs' such as electricity, water and transport which are directly associated with the pig enterprise
- **See page 91 for a breakdown of fixed costs**

(6) Sensitivity analysis

Change in gross margin

Change	£ per sow		
	LOW	**TYPICAL**	**HIGH**
± 1p/kg in sale price	20.2	24.8	27.6
± £5/tonne in average feed price	37	43	46

ENRICHED COLONY LAYING HENS

PER HEN HOUSED	TYPICAL pence/dozen	GOOD pence/dozen
Sales	92.00	98.00
Less pullet	15.56	15.00
OUTPUT	**76.44**	**83.00**
Concentrates @340/t	61.98	58.90
Miscellaneous	2.50	2.07
Total Variable Costs	**64.48**	**60.97**
GROSS MARGIN PER DOZEN (pence)	**11.96**	**22.03**
GROSS MARGIN PER BIRD (£)	**3.47**	**6.61**

(1) Average data per hen housed over the typical 64 week laying cycle

Type of production	Yield (dozen eggs)	Feed used (g. per day)	Mortality (%)
Typical production	29	118	5
Good production	30	116	3

(2) The egg price is a weighted average (by class of egg and market destination) and excludes packaging and marketing costs. Fluctuations in egg prices make it imperative that up to date information is obtained in the preparation of any budget.

(3) Miscellaneous costs are comprised of electricity, water, insurance, repairs, maintenance and sundries. Labour, rent and depreciation are not included in miscellaneous costs.

(4) Sensitivity analysis

	Change in gross margin(£) per hen housed	
	TYPICAL	**GOOD**
± 1p in sale price/dozen	0.29	0.30
± £5/t in feed price	0.26	0.26

(5) Further information and advice may be obtained from DAERA's Poultry Technology Service.

FREE RANGE LAYING HENS

PER HEN HOUSED	**TYPICAL** pence/dozen	**GOOD** pence/dozen
Sales	112.00	118.00
Less pullet	15.56	15.00
OUTPUT	**96.44**	**103.00**
Concentrates @£350/t	65.88	62.48
Miscellaneous	4.46	3.79
Total Variable Costs	**70.34**	**66.27**
GROSS MARGIN PER DOZEN (pence)	**26.10**	**36.74**
GROSS MARGIN PER BIRD (£)	**7.05**	**10.29**

(1) Average data per hen over the typical 60 week laying cycle

Type of production	Yield (dozen eggs)	Feed Used (g. per day)	Mortality (%)
Typical production	27	121	6
Good production	28	119	5

(2) The egg price is a weighted average and excludes packaging and marketing costs.

(3) Miscellaneous costs are comprised of electricity, water, insurance, repairs, maintenance, litter and sundries. Labour, rent and depreciation are not included in miscellaneous costs.

(5) Sensitivity analysis

	Change in gross margin(£) per hen housed	
	TYPICAL	**GOOD**
± 1p in sale price/dozen	0.27	0.28
± £5/t in feed price	0.25	0.25

(6) Further information and advice can be obtained from DAERA's Poultry Technology Service.

BROILERS

				TYPICAL pence/bird
	kg		p/kg	
Sales	2.29	@	119.25	273.08
	No.		£/100	
Less Day Old Chicks	1.04	@	35.11	36.51
OUTPUT				**236.57**
	kg		£/t	
Concentrates	3.63	@	436.5	158.45
Miscellaneous				23.94
Total Variable Costs				**182.39**
MARGIN PER BIRD (pence)				**54.18**
MARGIN PER 1,000 BIRDS (£)				**541.79**

(1) Most broilers in Northern Ireland are produced under contract to poultrymeat processors. Where growers have invested in new or modernised housing, additional payments may be made.

(2) 39 day production period of mixed sex birds.

(3) 4% mortality is typical.

(4) Feed Conversion Ratio of 1.59:1.

(5) Miscellaneous costs include litter, medication, electricity, gas, and cleaning and washing, insurance, maintenance, repairs . and sundries. Labour, rent and depreciation are not included.

(6) Sensitivity analysis

	Change in gross margin	
	per bird (p)	per 1,000 birds (£)
+ 1p/kg in sale price	2.29	22.90
+ £5/t in concentrate price	1.82	18.15
+ 0.01 in FCR	1.00	10.00

(7) Further information and advice may be obtained from DAERA's Poultry Technology Service.

Basic Payment Scheme

In Northern Ireland, the Basic Payment Scheme (BPS) was introduced on 1 January 2015. Payment entitlements were allocated to those eligible farmers who applied for BPS in 2015. Payment entitlements form the basis of the BPS and are what farmers use to get paid BPS each year. The payment that individual farmers receive will be based on the amount of eligible land they actively farm and the corresponding number and value of entitlements they hold for that scheme year.

Eligibility to apply for the Basic Payment Scheme

To be eligible to claim payment under the BPS you must meet all of the following conditions:

- You must hold at least 3 BPS entitlements and have 3 hectares of eligible agricultural land or are eligible to activate 3 BPS entitlements by applying to the Regional Reserve in 2022;

- You must be farming the land that you are declaring to activate entitlements (claiming);

- The land on which you claim payment must be at your disposal on 15 May in the year of the claim and remain eligible for the full calendar year;

- Any individual field you declare to activate BPS entitlements must be at least 0.1 hectares (except for common land).

Note: By farming it is meant that you have the decision making power, obtain the benefits, and take the financial risks in relation to the agricultural activity on the land declared to activate entitlements.

Fields declared on one application only

A field must be declared on only one single application except in very specific circumstances for agri-environment schemes.

Only declare and claim the land that you are farming, irrespective if that land is owned by you, leased in or taken in conacre by you. Land which you own but are not farming because it is leased out/let in conacre to another farmer should not normally be declared on your single application. Rather it should be declared on the single application of the person who is actually farming it.

Duplicate field cases

Only one claimant is permitted to activate entitlements on each field and in this case where there is any doubt, claimants will be asked to provide evidence demonstrating to the Department's satisfaction that the requirements have been met.

Duplicate field cases will be investigated and the claimant who is found to enjoy the decision making power, benefits and financial risks in relation to the agricultural activity on fields subject to a duplicate application will be the applicant who can

activate their BPS entitlements on that land. Financial penalties may be applied to the farmer who has wrongly claimed.

Cross-Compliance

Cross-Compliance applies to a number of area-based schemes including the BPS. The Cross-Compliance requirements are designed to promote sustainable agricultural practices and reflect a number of environmental and other objectives. They are good farm management practices and encourage responsible stewardship of land.

In return for payments under the area-based schemes covered by Cross-Compliance you must meet the requirements of a number of Statutory Management Requirements and keep your land in Good Agricultural and Environmental Condition. Inspections are carried out to verify that all the Cross-Compliance requirements are being met. Failure to meet these requirements will lead to financial penalties being applied to your Area-based payments. Details of the Cross-Compliance requirements and information on how Cross-Compliance penalties are calculated can be found at: https://www.daera-ni.gov.uk/articles/cross-compliance

The unit value of entitlements and convergence towards a flat rate

The unit value of entitlements allocated to you in 2015 moved towards a flat rate in equal annual steps (known as convergence towards a flat rate) from 2015 to 2019.

Arrangements in relation to convergence for future scheme years will depend on decisions taken by the DAERA Minister and the Northern Ireland Executive.

'Flat rate' means that all hectares of land in a region would attract the same level of support, instead of the previous system where many different entitlement rates (€/ha) existed within the Single Farm Payment Scheme.

Your online entitlement register will show the entitlements you established in 2015, how these were calculated and the unit value of these entitlements from 2015 to date.

Further information on the BPS can be found here:
http://www.daera-ni.gov.uk/publications/guide-basic-payment-scheme-2022

Greening Payment

Greening requirements, with the exception of the ban on ploughing or conversion of Environmentally Sensitive Permanent Grassland (ESPG), have been removed and payments no longer made from the 2021 scheme year onwards.

Young Farmers' Payment

The Young Farmers' Payment (YFP) provides an annual top-up to the BPS to those farmers who meet its eligibility requirements. The level of top-up will be based on 25% of the total direct payments regional average per hectare. The top-up payment will be limited to 90 hectares and the rate per hectare will, if necessary, be scaled back to respect the regional ceiling. The rate can vary between years depending on the number of young farmers claiming the payment

The Regulations define "young farmers" as natural persons who are setting up for the first time an agricultural holding as head of the holding, or who have already set up such a holding during the 5 years preceding the first submission of an application under the BPS and who are no more than 40 years of age in the year of submission of their first application for the BPS. Legal persons may be granted access to the scheme if they meet similar conditions. The maximum period that payment under this scheme can be made is 5 years. From 2022 the payment is limited to five years even if there is a change to the head of holding during that time. The number of times an applicant can submit an application which is unsuccessful for the YFP and/or the Regional Reserve (RR) is also limited to three.

Eligibility to apply for the Young Farmers' Payment

To be eligible for the YFP the applicant must:

- Be an active farmer * at the date of application to the BPS / YFP and have at least 3 hectares of eligible land on their holding which must be used to carry out an agricultural activity.

  * Note: *An active farmer is the farm business enjoying the decision making power, the benefits and the financial risks in relation to agricultural activity being carried out on the land.*

- Be establishing, for the first time, an agricultural holding as Head of Holding (HoH) ** or have already done so during the 5 years preceding their first successful application to the BPS.

  ** Note: *To be HoH means the applicant must be exercising effective and long-term control over the business in terms of decisions related to management, benefits and financial risk.*

- Be no more than 40 years of age *** in the year of first successful application for the BPS.

*** Note: This applies for the entire scheme year in which the application is made. This means that for first time successful BPS applicants in 2020 must be born on or after 1 January 1980.

- Hold at least a Level II qualification **** in agriculture (or a related subject containing at least a farm business management module) at the BPS application closing date.

  **** Note: The College of Agriculture, Food and Rural Enterprise (CAFRE) has compiled a list of eligible qualifications which can be found on the CAFRE website http://www.cafre.ac.uk/industry-support/level-2-agricultural-qualification-list

Further information on the YFP can be found here:

http:s//daera-ni.gov.uk/publications/guide-young-farmers-payment-regional-reserve-2022

Regional Reserve

The Regional Reserve provides funding to enable DAERA to allocate entitlements or to top up existing entitlements to the 'regional average value of entitlements' for certain categories of farmers. It must be used to allocate payment entitlements to young farmers and new entrants. DAERA may also use it to make awards to farmers who were prevented from being allocated entitlements as a result of force majeure or exceptional circumstances and farmers eligible for revised entitlements following a court ruling or administrative act by DAERA.

From 2022, DAERA will take into account any entitlements that have been transferred out, by lease, sale or gift, either temporarily or permanently, by a business during the year of application to the RR and the previous two years when calculating any allocation of new entitlements from the RR.

There are 4 categories under which farmers can receive an allocation from the RR:

- **Farmers who qualify as Young Farmers** (including those who never held entitlements and those who will otherwise have established entitlements with a unit value below the regional average) can apply to the RR to have entitlements allocated at the regional average value or to have the value of entitlements increased to the regional average in 2020;

- **Farmers who have commenced their agricultural activity and qualify as New Entrants** (including those who never held entitlements and those who will otherwise have established entitlements with a unit value below the regional average) can apply to the RR to have entitlements allocated at the regional average value or to have the value of entitlements increased to the regional average in 2020;

- **Farmers who were prevented from being allocated entitlements due to Force Majeure or Exceptional Circumstances;**
- **Farmers eligible for revised entitlements following a court ruling or administrative act by DAERA.**

Further information on the RR can be found here:

http:s//daera-ni.gov.uk/publications/guide-young-farmers-payment-regional-reserve-2022

AGRI-ENVIRONMENT SCHEMES

Agri-environment schemes reward farmers for using sustainable land management practices that enhance the environment. They are considered crucial in delivering Government's commitment to:

- Enhance biodiversity;
- Improve water quality;
- Reduce the impact of climate change

(A) Environmental Farming Scheme (EFS)

The Environmental Farming Scheme (EFS) is a voluntary agri-environment scheme under the NI Rural Development Programme 2014-2020, which is part financed by the EU. It provides financial support to farm businesses in return for a 5 year agreement to undertake environmentally beneficial farming practices. This EU financing will cease after 2023.

The EFS has three levels:

- EFS (W) - a Wider Level Scheme aimed at delivering benefits across the wider countryside outside of environmentally designated areas;
- EFS (H) - a Higher Level Scheme primarily aimed at environmentally designated sites; and
- EFS (G) - a Group Level Scheme to support co-operative work by farmers in specific areas, such as river catchments, or commonages.

The first tranche of EFS opened for applications in 2017 and after 5 tranches in 2022 there are a total of 5,500 farm businesses that are benefitting under the Scheme.

The EFS Group Level helps to fund facilitators for projects which support groups of farmers who have EFS agreements. Several projects are underway covering habitat, species and water quality.

A 6th Tranche of the scheme in 2022 will offer more EFS agreements for both the Higher and Wider levels. Tranche 1 agreements will also complete their 5 years on 31 December 2022.

Further information for the EFS is available from the DAERA website, https://www.daera-ni.gov.uk

Forestry Schemes

Our woodlands are a vital community resource and there is a clear consensus about the need to increase woodland area. An increase in woodland will deliver a wide variety of benefits for people such as public access to the countryside for people to relax and unwind from stress and take part in physical exercise, provide habitat for wildlife, and will counter the impact of climate change through carbon capture and contributing to flood mitigation.

The NI Rural Development Programme for 2014 – 2020 has allocated £17.4 million to support woodland expansion and the sustainable management of existing woodland through grant aid.

New Planting

This funding is sufficient to create 1,800 hectares of new woodland and sustain approximately 4,000 hectares of woodland created under previous programmes.

In addition to forestry payments, current EU rules allow land eligible for Basic Payment Scheme, which is then planted with trees under a Rural Development Programme scheme to remain eligible for the Basic Payment.

The Forest Expansion Scheme, Small Woodland Grant Scheme and tree planting options with the Environmental Farming Scheme will support new woodland creation.

Sustainable Management of Woodland

The Forest Protection Scheme is available to support woodland owners to manage woodland affected by ash dieback disease and the Woodland Investment Grant provides support for replanting woodland after it has been harvested.

Further Information

The DAERA website provides further information from the Grants and Funding page: https://www.daera-ni.gov.uk/grants-and-funding

How to apply to Area-based Schemes

You can apply for the following area-based schemes using the online **Single Application** during the open application period at https://www.daera-ni.gov.uk/services/daera-online-services:

- Basic Payment Scheme (BPS)
- Young Farmers' Payment (YFP)
- Regional Reserve Entitlement allocation or top up (as a Young Farmer or New Entrant)
- Farm Woodland Premium Scheme (FWPS)
- Forestry Expansion Scheme (Annual Premia)
- Farm Woodland Scheme(FWS)
- Environmental Farming Scheme (EFS)
- Small Woodland Grant Scheme (SWGS)
- Protein Crops Scheme

Further information on the application process is available on the following link:

https://www.daera-ni.gov.uk/articles/area-based-schemes-2022-guidance-and-forms

Nutrients Action Programme Regulations (Northern Ireland) 2019

The Nutrients Action Programme Regulations 2019 bring into operation measures to improve the use of nutrients on farms and reduce their input to Northern Ireland's water environment. The Nutrients Action Programme (NAP) applies to all farms in Northern Ireland and aims to prevent water pollution from agricultural sources.

There have been three previous Action Programmes implemented in Northern Ireland since 2006. The current NAP came into effect on 11 April 2019 and incorporates the Phosphorus (Use in Agriculture) Regulations (Northern Ireland) 2014.

The following is a summary of the current NAP Regulations:

1. Closed Spreading Periods

- Chemical nitrogen and phosphorus fertiliser must not be applied to grassland from midnight 15 September to midnight 31 January.
- All types of chemical fertiliser must not be applied to arable land from midnight 15 September to midnight 31 January unless there is a demonstrable crop requirement.
- Organic manures, including slurry, poultry litter, digestate, sewage sludge and abattoir waste, must not be applied from midnight 15 October to midnight 31 January.
- Farmyard manure (FYM) must not be applied from midnight 31 October to midnight 31 January.
- There is no closed spreading period for dirty water.

2. Land Application Restrictions

Land application restrictions listed below apply to spreading of all fertilisers, including dirty water.

- All fertilisers, chemical and organic, must not be applied:

    - If heavy rain is falling or forecast in the next 48 hours;
    - On waterlogged soils, flooded land or land liable to flood
    - On frozen ground or snow covered ground;
    - On steep slopes (with an average incline of 20% or more on grassland or 15% or more on all other land) where significant risks of water pollution exist. The risk factors to be considered include the proximity to waterways/lakes, type and amount of fertiliser to be applied, soil conditions, weather forecast and time to incorporation if applied to arable land. The risk assessment for steeply sloping land is detailed in the NAP Guidance document.
    - On other land (with an incline of less than 20% for grassland or less than 15% for all other land) where significant risks of water pollution exist. The risk factors to be considered include the proximity to waterways/lakes; amount to be applied, soil conditions, weather forecast and time to incorporation if applied to arable land. The risk assessment for land, other than steeply sloping, is detailed in the NAP Guidance document.

- Prevent entry of fertilisers to waters and ensure application is accurate, uniform and not in a location or manner likely to cause entry to waters.
- All types of chemical fertilisers must not be applied within 2m of any waterway. Remember to follow the appropriate risk assessment as detailed in the NAP Guidance.
- Organic manures including dirty water must not be applied within:
  - 20m of lakes;
  - 50m of a borehole, spring or well;
  - 250m of a borehole used for a public water supply;
  - 15m of exposed cavernous or karstified limestone features;
  - 10m of a waterway other than lakes; this distance may be reduced to 3m where slope is less than 10% towards the waterway and where organic manures are spread by bandspreaders, trailing shoe, trailing hose or soil injection or where adjoining area is less than 1 ha in size or not more than 50m in width and less than 15m^3 in a single application. Remember to follow the appropriate risk assessment as detailed in the NAP Guidance.
- Application rates:
  - No more than 50m^3/ha (4500 gal/ac) or 50 tonnes/ha (20t/ac) of organic manures to be applied at one time, with a minimum of three weeks between applications;
  - No more than 50m^3/ha (4500 gal/ac) of dirty water to be applied at one time, with a minimum of two weeks between applications. Remember to follow the appropriate risk assessment as detailed in the NAP Guidance.
- From midnight 30 September - 15 October and during February:
  - The buffer zones for spreading slurry are increased:
    - from 10m to 15m of any waterway;
    - from 20m to 30m for lakes.
  - The maximum slurry application rate is reduced from 50m^3 (4500gal/ac) to 30m^3 (2700 gal/ac). Remember to follow the appropriate risk assessment as detailed in the NAP Guidance.
- Slurry can only be spread by inverted splashplate, bandspreaders, trailing shoe, trailing hose or soil injection.
- Dirty water to be spread by same methods as slurry and by irrigation.
- Sludgigators must not be used.
- Low Emission Slurry Spreading Equipment (LESSE) includes bandspreading, dribble bar, trailing hose, trailing shoe, soil incorporation or soil injection methods. LESSE must be used:
  - From 1 February 2020 for spreading anaerobic digestate;
  - From 1 February 2021 by slurry contractors;
  - From 1 February 2022 on cattle farms with 200 or more livestock units and pig farms with a total annual livestock manure nitrogen production of 20,000 kg or more from pigs;
  - Where it is not practical to spread on a field using LESSE, slurry can be spread using an inverted splash plate on that field. A record of the field number and the reason for spreading using a splash plate must be kept for inspection.
- For derogated farms:
  - From 2020 at least 50% of slurry produced on the holding must be applied by 15th June. After 15th June slurry must be applied via LESSE.

3. Livestock Manure Nitrogen Limits

- 170kg Nitrogen/ha/year farm limit.
- Farms with at least 80% grassland may apply annually by 1 March to NIEA for a derogation to permit the land application of up to 250kgN/ha/year from grazing livestock manure. Additional conditions and Cross-Compliance verifiable standards will apply. Further guidance is available from the Northern Ireland Environment Agency (NIEA).

4. Nitrogen and Phosphorus Excretion Rates

- From 11 April 2019 revised nitrogen and phosphorus excretion rates for poultry production systems must be used.
- From 1 January 2020 revised nitrogen and phosphorus excretion rates for cattle must be used.

5. Overall Nitrogen (N) Fertiliser Limits

- Maximum kg nitrogen/ha on grassland (apart from nitrogen in livestock manure):
  - Dairy farms* 272 (8¼ bags**/ac);
  - Other farms 222 (6¾ bags**/ac)

**More than 50% of nitrogen in livestock manure comes from dairy cattle.*
***Approximate number of 50kg bags of a 27% nitrogen type chemical fertiliser.*

(When applying chemical nitrogen fertiliser, nitrogen from organic manures other than livestock manure and anaerobic digestate containing digested livestock manure must be subtracted).

- For non-grassland crops, maximum nitrogen applied (from all types of fertiliser, including livestock manure) must not exceed crop requirement and, for certain arable crops, an N-Max limit applies to the total crop area.

6. High Phosphorus Manures

- Organic manure with more than 0.25 kg of total phosphorus per 1 kg of total nitrogen (e.g. some poultry litter, pig FYM and anaerobic digestate) can only be applied where soil analysis shows there is a crop requirement for phosphorus. From 1 January 2020 a fertilisation plan must be prepared, retained and made available on the holding.

7. Phosphate Fertiliser Application Limits

- Phosphate fertiliser applications must not exceed crop requirements.
- If chemical fertiliser containing phosphate is applied on grassland farms, a crop requirement must be demonstrated by a soil phosphorus analysis . A fertilisation plan must be prepared, retained and made available on the holding.

- From 1 January 2020 new maximum phosphate fertiliser application rates (kg P_2O_5 per ha) for extensively managed grassland (receiving under 60kg chemical N/ha/year or under 120kg manure N/ha/year loading) will apply.

8. Livestock Manure and Silage Effluent Storage Requirements

- 26 weeks livestock manure storage capacity for pig and poultry enterprises.
- 22 weeks for other enterprises.
- When certain criteria are met there are allowances for out-wintering, animals on bedded accommodation, separated cattle slurry, renting additional tanks, poultry litter and anaerobic digestate fibre stored in a midden or field heap and exporting manure to approved outlets.
- Livestock manure and silage effluent storage must be maintained and managed to prevent seepage or run-off.
- Silage and slurry stores constructed or substantially modified after 1 December 2003 must comply with certain construction standards (set out in the NAP Regulations) and be notified to NIEA at least 28 days before they are brought into use.
- Silage bales must be stored at least 10m from any waterway and stored and managed in such a way as to prevent seepage into the waterway.

- FYM, poultry litter and anaerobic digestate fibre:
  - May be stored in middens with adequate effluent collection facilities;
  - May be stored in a field heap where they are to be applied for a maximum of 120 days;
  - Field storage of poultry litter and anaerobic digestate fibre must be notified to NIEA prior to placement in the field.
- FYM, poultry litter and anaerobic digestate fibre field heaps must not be stored:
  - In the same location of the field year after year;
  - Within 50m of a borehole, spring or well;
  - Within 250m of a borehole used for a public water supply;
  - Within 50m of exposed cavernous or karstified limestone features;
  - On land that is water logged, flooded or likely to flood.
- FYM field heaps must not be stored within 20m of any waterway and 50m of lakes.
- Poultry litter and anaerobic digestate fibre must not be stored within 100m of lakes and 40m of a waterway.
- Poultry litter and anaerobic digestate fibre field heaps must be covered with an impermeable membrane as soon as possible and within 24 hours of placement in the field.
- Provide storage for dirty water during periods when conditions for land application are unsuitable.
- From 1 January 2020 new above ground slurry stores must be sited at least 50m from any waterway and fitted with a cover.

9. Land Management

- From harvest of certain crops until 15 January of the following year, the land must be managed to ensure minimum soil cover and to minimise soil erosion and nutrient run off.
- Residues of crops harvested late must be left undisturbed until just before sowing the following spring.
- From 1 January 2020 supplementary livestock feeding sites must be a minimum of 20m from any waterway, where there could be a significant risk of pollution occurring from their use.
- From 1 January 2022 supplementary livestock drinking points must be a minimum of 10m from any waterway, where there could be a significant risk of pollution occurring from their use.

10. Record Keeping

Farm records must be kept for the following:

- Agricultural area, field size and location
- Cropping regimes and areas, Soil Nitrogen Supply (SNS) index for crops other than grassland.
- Livestock numbers, type, species and time kept.
- Organic and chemical fertiliser details including imports and exports.
- From 1 January 2017, evidence of crop phosphorus requirement from soil analysis if organic manure with over 0.25kg total phosphorus per 1kg total nitrogen is applied.
- From 1 January 2020 a fertilisation plan must be prepared and kept up to date by all grassland farms using chemical phosphorus fertiliser, and all farms using phosphorus rich manure e.g. some poultry manures, pig farmyard manures and anaerobic digestate. A soil analysis is required.
- From 1 January 2020 farms importing anaerobic digestate will require a nutrient content analysis.
- Livestock manure/slurry storage capacity and, where applicable, details of rental agreements, notification to store poultry litter and / or anaerobic digestate fibre in field heaps and associated evidence to support allowances to reduce capacity.
- Evidence of control over the agricultural area and the right to graze common land.

Many of these records already exist on farms, for example, BPS forms, farm maps, herd and flock records and fertiliser receipts. Nitrogen and phosphorus requirements for grassland are set out in the NAP Regulations. Nitrogen and phosphorus requirements for other crops should be determined using the AHDB Nutrient Management Guide (RB209).

- Records to be ready by 30 June each year for period 1 January to 31 December of previous year.
- Records to be available for inspection from previous five calendar years.
- Records relating to export of organic manure to be submitted annually to NIEA by 31 January of the following year.
- If you are operating under an approved derogation, you must keep your fertilisation plan on farm and have it available for inspection by 1 March for that

calendar year. Your fertilisation account for the previous calendar year must be submitted to NIEA by 1 March.

- If you are applying chemical phosphorus fertiliser, applying organic manures with a high phosphorus content (see NAP Guidance) or applying anaerobic digestate you must prepare your fertilisation plan and retain it on farm and have it available for inspection by 1 March for that calendar year.

11. Compliance with a Notice

- Enforcement Notices issued under the NAP Regulations must be complied with.

12. Cross-Compliance

- The NAP Regulations are a Cross-Compliance requirement'
- The measures controlling the application of chemical phosphorus fertiliser to land are now a Cross-Compliance requirement.

Full details of all Measures in the Nutrient Action Programme Regulations 2019 - 2022 can be found on the DAERA website at:

Nutrients Action Programme 2019-2022 | Department of Agriculture, Environment and Rural Affairs (daera-ni.gov.uk)

Further information and advice on these Nutrient Regulations can be obtained from the local DAERA offices or Northern Ireland Environment Agency. Contacts details are provided on pages 115 to 119.

AVERAGE FERTILISER PRICES 2021

		£ per tonne
C.A.N (27% N)		296
Urea (46% N)		405
Cereal fertilisers	18.14.14	368
	16.15.15	388
	15.15.17	344
Grassland	20.10.10	333
	27.6.6	339
	27.4.4	357
	25.5.5	299
	25.0.5	273
	26.0.6	326
Silage Fertiliser	24.6.12	349
	22.4.14	338
	24.0.13	343
Ground Limestone	(Collected)	17
Ground Limestone	(Delivered and spread)	24

(1) All prices refer to the average net retail price charged to Northern Ireland farmers in the period January-December 2021.

(2) Figures used in the budgets in this publication are based on anticipated prices for 2022.

FEEDINGSTUFF PRICES - SPRING 2022

	% protein	£ per tonne
Dairy nuts	18	415
	20	430
Calf milk replacer (bags)	22	2560
Calf starter/weaner meal	18	445
Calf rearing nuts	17	435
Cattle fattening nuts	16	400
Sheep feed (bulk)	18	400
(bags)	18	425
Lamb feed	16	400
Pig creep pellets (bulk)	20	780
(bags)	20	805
Pig link/early grower	21	545
Pig grower/rearer meal	20	470
Pig fattening meal	15	430
Sow meal	18	455
Barley meal		280
Maize meal		260
Soya bean meal		380
Whole wheat		265
Whole barley		260

(1) The prices quoted above are for bulk purchase except where stated.

(2) Figures used for the budgets in this publication are based on anticipated prices for 2022.

RELATIVE FEED VALUES

These relative feed values are calculated using unit costs for metabolisable energy and crude protein derived from the reference feedstuffs of barley and soya. The value of the rumen degradable protein (if applied) is allowed for by calculating a unit cost based on the price of urea. If a particular feedstuff price is lower than the relative value then it is a 'good buy' and vice versa. Two feedstuffs may be compared with each other in terms of the differences between the price of each foodstuff and its relative value.

CAUTIONS

These relative values are only a guide:-

(1) They are based on average analysis; actual samples may differ from the averages used.

(2) The unit values for metabolisable energy and crude protein depend on the balance of nutrients in the reference feedstuff. Barley and soya have been chosen as the most appropriate; other reference feedstuffs would give different answers.

(3) The real unit values of metabolisable energy and crude protein depend on the feeding situation and not entirely on the feedstuffs. For example, undegradable protein has a low value for mature growing cattle but a high value for fast growing young stock.

(4) Energy density is also an important consideration, i.e. straw may be a 'good buy' compared with flaked maize, but would be entirely unsuitable for high yielding dairy cows.

Relative feed values therefore only give a crude guide to feedstuff values.

Feed	Relative Value
Barley	100.00
Wheat	103.80
Hipro soya	170.00
Maize	105.60
Oats	92.10
Urea	185.00
Grass	25.00
Hay (Good)	63.75
Hay (Average)	56.25
Silage (Good)	24.10
Silage (Average)	22.47
Barley straw	35.00
Maize gluten meal	184.30
Maize gluten feed	113.00
Herring fish meal	213.50

Feed	Relative Value
Linseed meal	129.00
Rapeseed meal	125.90
Soya bean meal 44	141.80
Potatoes	23.10
Molasses	73.90
Dried molassed sugar beet pulp	101.00
Brewers’ grains	27.90

ENTERPRISE MARGINAL CAPITAL REQUIREMENTS (EMCR)

(a) Arable Enterprises

	EMCR £ per hectare
Spring barley (6 months)	689
Spring oats (6 months)	580
Winter barley (10 months)	901
Winter oats (10 months)	724
Winter wheat (10 months)	1065
Winter oilseed rape (10 months)	879
Seed potatoes (6 months)	3151
First early potatoes (6 months)	2558
Maincrop ware potatoes (6 months)	3213

(b) Livestock Enterprises

	Initial Capital	Variable Costs per livestock place	Total EMCR per livestock place
	(1) (£)	(2) (£)	(3) (£)
Dairy cows (1 month)	1600	101 - 138	1701 - 1738
Dairy heifer replacements	235	875 - 998	1110 – 1233
18 month heifer beef	280	784	1064
22 month steer beef	350	819	1169
24 month steer beef	350	885	1235
28 month steer beef	350	935	1285
Cereal bull beef	90	980	1070
Grass silage bull beef	350	1095	1445
Calf to store system	350	552	902
Lowland suckler cows - May calving	1500	554	2054
- Feb calving	1500	439	1939
- Oct calving	1500	577	2077
Hill suckler cows	1350	359	1709
Beef heifer replacements	300	728	1028
Finishing suckled calves	756	673	1429
Winter cattle finishing 400kg (230 days)	1000	577	1577
Winter cattle finishing 500kg (150 days)	1200	438	1638
Summer cattle finishing 420kg (180 days)	1071	112	1183
Traditional store to beef system (12 mths)	918	370	1288
Summer grazing of store cattle (6 mths)	795	93	888
Lowland breeding ewes - March lambing	150	101	251
Lowland breeding ewes - Dec lambing	150	131	281
Upland breeding ewes	150	94	244
Hill breeding ewes	150	63	213
Store lamb finishing (3-5 mths)	68 - 78	9 - 43	87 - 117

	Initial Capital	Variable Costs per livestock place	Total EMCR per livestock place
	(1) (£)	(2) (£)	(3) (£)
Pig rearing/finishing (per sow) (6 mths)	200	2013	2213

(1) For livestock enterprises the initial capital is the purchase price of the animal.

(2) The variable costs quoted for a livestock enterprise are the total variable costs invested in the enterprise until the point of first sale. In the case of a dairy cow this represents one month's variable costs. Details of total variable costs for each enterprise can be found under the appropriate enterprise gross margin budget.

Fixed costs (excluding labour)
By type of farm business 2020/2021

DAIRY FARMS	VERY SMALL	SMALL	MEDIUM	LARGE
Utilised agricultural area per farm	24	53	74	122
		£ PER HECTARE		
Conacre rent	35	78	82	149
Depreciation of buildings/work	28	127	170	199
Depreciation of machinery	148	203	198	217
Machinery running costs	218	183	207	213
Electricity and heating fuels	106	49	52	69
Building repairs	93	71	152	72
Misc. (inc. farm rates)	188	79	64	83
TOTAL	816	789	924	1002

CATTLE & SHEEP FARMS	SDA	DA	LFA	NON LFA
Utilised agricultural area per farm	95	65	83	64
		£ PER HECTARE		
Conacre rent	42	65	49	64
Depreciation of buildings/work	38	60	44	59
Depreciation of machinery	78	137	96	122
Machinery running costs	81	137	98	143
Electricity and heating fuels	6	9	7	12
Building repairs	33	46	37	57
Misc. (inc. farm rates)	31	59	39	65
TOTAL (excluding labour)	309	513	372	524

OTHER FARM TYPES	CEREALS	GENERAL CROPPING	MIXED LIVESTOCK	PIGS
Utilised agricultural area per farm	96	60	83	27
		£ PER HECTARE		£ per £100 farm output
Conacre rent	100	225	86	0.52
Depreciation of buildings/work	93	78	148	7.09
Depreciation of machinery	220	209	205	3.60
Machinery running costs	198	291	209	2.08
Electricity and heating fuels	19	24	34	2.07
Building repairs	27	36	32	1.05
Misc. (inc. farm rates)	37	77	67	1.50
TOTAL	695	941	780	17.91

(1) Farm types

Dairying	Farms on which dairy cows account for more than two-thirds of the total Standard Output (SO).
Cattle and Sheep	Farms which do not qualify as Dairy farms but have more than two-thirds of total SO from cattle and sheep.
Cereals	Farms on which cereals and combinable crops account for more than two-thirds of the total SO.
General cropping	Farms which do not qualify as Cereal farms but have more than two-thirds of the total SO in arable crops (including field scale vegetables) or in a mixture of arable and horticultural crops where arable crops account for more than one-third of total SO and no other grouping accounts for more than one-third
Pigs	Farms with more than two-thirds of total SO from pigs.
Mixed	Farms that have no dominant enterprise and do not fit into the above categories.

(2) Area farmed has been adjusted for conacre taken or let. Planning for 2022 should take account of any anticipated changes in fixed costs. As the levels of fixed costs per hectare differ considerably between farms, the data quoted above should be treated with caution. Since the composition of the labour force between family and hired workers is so variable between farms, no attempt has been made to produce data for comparison.

ANNUAL TRACTOR COSTS – Estimates for 2022

	4-Wheel drive								2-Wheel drive			
Horse power	180		150		120		100		90		80	
Initial Cost (£)	110,000		90,000		70,000		57,500		50,000		45,000	
	Per year	Per hour	Per year	Per hour	Per year	Per hour	Per year	Per hour	Per year	Per hour	Per year	Per hour
Repairs	4,400	8.80	3,600	7.20	2,800	5.60	2,300	4.60	2,000	4.00	1,800	3.60
Depreciation (average charge)	9,390	18.78	7,680	15.36	5,980	11.96	4,910	9.82	4,270	8.54	3,840	7.68
Insurance	1,400	2.80	1,180	2.36	1,020	2.04	900	1.80	790	1.58	750	1.50
Fuel & Oil	11,100	22.20	10,000	20.00	8,500	17.00	7,500	15.00	7,000	14.00	5,500	11.00
TOTAL	26,290	52.58	22,460	44.92	18,300	36.60	15,610	31.22	14,060	28.12	11,890	23.78

(1) Initial cost based on purchase price.

(2) Based on annual use of 500 hours. Higher annual use will result in higher annual, but lower hourly costs. Heavy operations, e.g. slurry mixing, will result in a greater cost than light work.

(3) Annual repair costs have been estimated using 4% of the initial cost.

(4) Depreciation has been calculated by reducing balance method, using 15% depreciation and a life of 9 years.

(5) Insurance costs are for comprehensive cover with up to 5% contracting. Costs will also depend on excesses, claims history and the need for cover on implements

(6) Fuel has been costed at 100 pence per litre.

(7) No interest or leasing charges have been included.

NEW MACHINERY PRICES

	£		£
Pick-up	23,000 - 43,500	Plough	18,000 - 34,000
Quad (4WD Bike)	3,500 - 8,500	Harrow	2,300 - 3,500
Telescopic Loader	57,000 - 97,000	Power harrow	11,500 - 34,000
Skid-steer loader	23,000 - 34,000	Land roller	1,000 - 11,500
Slurry tanker	11,500 - 57,000	Land leveller	900 - 3,500
Slurry pump	3,000 - 7,000	Fertiliser sower	1,700 - 28,500
Manure rotaspreader	8,000 - 34,000	Crop sprayer	1,400 - 57,000
Yard scraper	400 - 1,500	Potato harvester	40,000 - 513,000
Mower conditioner	11,500 - 51,500	Box tipper	3,000 - 9,000
Precision chop harvester	34,000 - 68,500	Cattle trailer	3,500 - 9,000
Silage trailer	11,500 - 34,000	Link box	600 - 2,500
Buckrake	3,500 - 11,500	Welder	300 - 2,500
Bale spike	300 - 1,000	Compressor	200 - 1,700
Grass topper	900 - 14,000	Generator	900 - 3,500
Sheargrab	1,400 - 5,500	Power washer	400 - 3,000
Tractor loader	7,000 - 13,500	Hedge cutter	11,500 - 40,000
Silage feeding trailer	1,400 - 3,000	Chain saw	300 - 1,700
Diet feeder wagon	13,500 - 45,500	Bulk meal bin	2,000 - 5,500

(1) Tractors: See previous page.

2022 AGRICULTURAL CONTRACTORS' CHARGES

	Cost (£)	
1. Cultivations		
Ploughing - Lea	75 to 95	per ha (30 to 38 per acre)
- Stubble and other	70 to 90	per ha (28 to 36 per acre)
Discing	28 to 36	per hour
Chain harrowing	22 to 28	"
Power harrowing	50 to 62	per ha (20 to 25 per acre)
	45 to 50	per hour
Ground driven rotary harrowing	30	"
Springtine harrowing	30 to 47	"
Rotavating - Large types 100"	60 to 90	per ha (24 to 36 per acre)
	45 to 60	per hour
Land Levelling	28	per hour
Rolling - Light	22	per ha (9 per acre)
- Heavy	22 to 28	per ha (9 to 11 per acre)
Reseeding (Complete operation not including seed/fertiliser)	170 to 280	per ha (70 to 115 per acre)
Shakerator	22 to 45	per hour
2. Seeding and Planting		
- combined drilling	55 to 70	per ha (22 to 28 per acre)
- precision seeding	65 to 80	per ha (26 to 32 per acre)
- potato planting (automatic)	40 to 45	per hour
- direct drilling	55 to 60	per ha (22 to 24 per acre)
- one pass cultivation and drilling	55 to 85	per ha (22 to 34 per acre)
- destoning	280 to 390	per ha (113 to 158 per acre)
3. Spraying and Spreading		
Crop spraying (excluding chemicals)	15 to 40	per ha (6 to 16 per acre)
Fertiliser	20 to 40	per tonne
	15 to 20	per ha (6 to 8 per acre)
	28 to 40	per hour
Lime purchase and spreading	23 to 27	per tonne
Farmyard Manure		
- Entire operation	70 to 75	per hour
Slurry spreading (1,100-1,500) gallon tanker	30 to 40	"
Slurry spreading (2,000 gallon tanker)	35 to 55	"
Slurry spreading (self-propelled tanker)	55 to 75	"
Slurry Spreading (umbilical system)	95 to 115	"
Slurry Spreading (umbilical system)	5 to 15	per 1000 gallons
Pumping and agitating (tanks)	35 to 50	per hour

	Cost (£)	
4. Harvesting		
Forage, including harvester, tractor and trailer		
- precision (complete operation)	170 to 220	per ha (70 to 90 per acre)
- precision (without buckraking)	150 to 200	per ha (60 to 80 per acre)
- double chop (complete operation)	125 to 185	per ha (50 to 75 per acre)
Silage wagon (without mowing / buckraking)	100 to 180	per ha (40 to 75 per acre)
	125 to 225	per hour
Silage wagon (complete operation)	150 to 250	per ha (60 to 100 per acre)
Buckraking into silo	20 to 30	per ha (8 to 12 per acre)
Additional tractor and trailer for haulage	30 to 45	per ha (12 to 19 per acre)
	35 to 45	per hour
Mowing hay or grass (conventional)	30 to 50	per ha (12 to 20 per acre)
Mowing hay or grass (Conditioner/auto swather)	30 to 50	per ha (11 to 21 per acre)
Topping grass	25 to 40	per ha (9 to 16 per acre)
Tedding, turning or raking	15 to 22	per ha (6 to 9 per acre)
Pick-up baling - including twine	0.40 to 0.80	per small bale
- excluding twine	0.25 to 0.65	"
Big bale silage - round, chop, net and wrap	8.00 to 12.00	per bale
Big bale straw (round)	3.80 to 4.00	"
Big bale straw (large rectangular 8 x 4 x 3)	5.20 to 5.80	"
Combine harvesting	110 to 135	per ha (45 to 55 per acre)
Potato harvesting (ground destoned)	425 to 485	per ha (170 to 195 per acre)
Forage Maize harvesting (complete operation)	215 to 265	per ha (85 to 105 per acre)
5. Grain Drying and rolling		
Drying - Handling charge	2.40 to 3.60	per tonne
per 1% moisture removed,	2.40 to 4.80	"
Rolling	23 to 26	"

	Cost (£)	
6. Ditching and Field Drainage		
Wheeled digger - bucket type	35 to 40	per hour
Tracked digger	40 to 50	"
Opening field drains only	0.85-0.95	per metre
Laying drains (excluding stones)	0.95 to 1.20	"
Mole draining	120 to 145	per ha (50 to 60 per acre)
Laying water piping	22 to 30	per hour
Subsoiling	30 to 36	"
Stoner	22 to 30	"
7. Miscellaneous		
Hedge cutting - flail	35 to 50	per hour
- saw	40 to 55	"
Flail Heather/Rushes	40 to 60	"
Haulage - tractor and trailer (higher prices for larger tractors and 4WD)	35 to 60	per hour
Relief milking - typical (largely dependent on size of herd and milking system)		
Monday-Saturday	30 to 85	per milking
Sunday	55 to 130	"
Hoof paring		
Call out fee (includes first 3 cows)	50-70	per call
Additional cows	6-12	per cow
Sheep shearing	1.40 to 1.80	per ewe
Sheep scanning	0.60 to 1.00	"
Fencing: assume strainers max 30m apart, and double strainers on corners		
5 rows of barbed wire		
- total cost (including labour)	5.00 to 6.00	per metre
- labour only	1.70 to 2.50	"
Sheep fence plus 3 lines of barbed wire		
- total cost (including labour)	6.00 to 7.00	per metre
- labour only	2.00 to 2.80	"

(1) These contract charges are considered to be reasonable for operations carried out in normal circumstances. The rates include fuel, oil lubricant and operator's wages. Prices will differ from one district to another and will be affected by the contracted area. If a farmer supplies fuel, the price may be lower. The charges may be subject to VAT.

TYPICAL HIRE CHARGES

	Capacity	Per Day (£)	Per Week (£)
Quad		45	195
Plough		85	415
Plough (reversible)		110	550
Chain harrow		20 to 45	110 to 220
Power harrow (3m plus blades)		100	450
Rotavator (plus blades)		165	660
Land roller		45 to 120	170 to 350
Fertiliser sower		20 to 40	100 to 125
Crop sprayer		45 to 55	220
Lagoon mixer		30	110
Slurry pump		50 to 55	220
Rotary spreader	7.3 cu yard	55 to 110	220 to 550
Rear discharge manure spreader	9t to 10t	125	415
"	11t to 12t	165	550
Slurry tanker	2250 gall	85	340 to 425
"	1600 gall	60 to 75	220 to 330
"	1100 to 1300 gall	50 to 70	200 to 300
Bale lifter		12 to 30	40
Telescopic handler	13m	125	500
Rough terrain forklifts	3t	55	200
Single axle dump trailer	8t	35	140
Twin axle dump trailer	10t to 15t	35 to 75	155 to 200
Tractor	80hp		345
Tractor (4wd)	100hp	90	400 to 520
Mini digger	3t	80 to 130	290 to 440
Strimmer	40cc	15 to 30	40 to 85
Chain saw		35 to 55	100 to 165
Welder (diesel)	400 amp	35	80
Generator diesel	5kw	30	65
"	10kw	40	165
Power washer	3000 si	40 to 50	100 to 135
"	1500 psi	25 to 35	65 to 100
Steam washers		30 to 40	80 to 120
Compressor/Jack hammers	100 ctm	30 to 40	85 to 105
Round bale trailer		30 to 35	100
Yard sweeper		55 to 70	-
Silage trailer	6t	30 to 45	120 to 140
	12t	70	-
	14t	75 to 90	-
Post driver		45 to 70	175 to 220
Low loader		45 to 50	220
Grasseed sower		35 to 45	95 to 195
Weed wiper		45	195
Grass topper		35 to 55	105 to 250
Rush topper		85 to 100	415
Flail topper		110	550
Spiker		50	130 to 220

1.) Prices do not include VAT.
2.) Prices listed above are intended for guidance only, considerable variation may be expected.

AMORTIZATION TABLE

Annual charge to write off £1,000, repayment includes capital and interest assuming payment by one annual instalment

Write off period (years)	Rate of interest %															
Year	**5**	**6**	**7**	**8**	**9**	**10**	**11**	**12**	**13**	**14**	**15**	**16**	**17**	**18**	**19**	**20**
5	231	237	244	250	257	264	271	278	284	291	299	305	313	320	327	334
6	197	203	210	216	223	230	237	243	250	257	265	271	279	286	293	301
7	173	179	186	192	199	205	212	219	226	233	240	248	255	262	270	278
8	155	161	167	174	181	187	194	202	208	216	223	230	238	245	253	261
10	130	136	142	149	156	163	170	177	184	192	200	207	215	223	231	239
12	113	119	126	133	140	147	154	162	169	177	185	192	201	209	217	226
15	96	103	110	117	124	132	139	147	155	163	171	179	188	196	205	214
20	80	87	94	102	110	118	126	134	142	151	160	168	178	187	196	205
25	71	78	86	94	102	110	119	128	136	146	155	164	173	183	193	202
30	65	73	81	89	97	106	113	124	133	143	153	161	172	181	191	202
40	58	66	75	84	93	102	111	121	131	141	150	160	170	180	190	200

Example : £10,000 is borrowed. (The equivalent annual cost factor at 8% over 8 years is £174 per £1,000) Therefore, the annual service charge to service interest and capital repayment on the £10,000, repayable over 8 years is 10 x £174 = £1,740.

LOAN OUTSTANDING

Amount outstanding on a 10 year loan of £1,000 at the end of each year

	Rate of interest %															
Year	**5**	**6**	**7**	**8**	**9**	**10**	**11**	**12**	**13**	**14**	**15**	**16**	**17**	**18**	**19**	**20**
1	920	924	928	931	934	937	940	943	946	948	951	954	957	960	963	966
2	836	843	850	856	862	868	874	879	884	889	894	900	905	910	916	922
3	747	758	768	776	784	792	800	808	815	822	829	836	844	852	860	867
4	655	667	680	689	699	709	718	728	737	746	754	763	772	782	792	801
5	558	571	585	595	606	617	628	638	648	658	668	678	688	698	708	718
6	456	469	484	494	505	516	527	538	548	559	569	580	591	601	611	622
7	348	362	376	384	395	405	415	425	435	445	455	465	476	486	496	506
8	236	247	261	266	274	283	291	299	307	316	324	333	341	350	358	367
9	117	126	137	138	143	148	153	158	163	168	173	178	183	188	193	198

The annual charge to write-off the loan must first be calculated.
The equivalent annual cost factor at 8% over 10 years = £149. At the end of the first year the amount to repay, at 8% interest, will equal £1,080. When the annual charge of £149 is deducted, the amount outstanding on the loan is £1,080 - £149 = £931.

INTEREST RATES - ANNUAL PERCENTAGE RATE (APR)

It is important to distinguish between nominal rates which are often quoted by lending institutions and true rates of interest. The Annual Percentage Rate (APR) allows for the fact that interest is usually charged at less than annual intervals, and hence an element of compounding will occur, i.e. interest will be charged on the accumulated interest. The higher the annual nominal interest rate and the more frequently the interest charges are applied to the loan, the more pronounced will this compounding be and the higher the APR.

Loans from all sources should be converted to APR, which shows the effective rate of interest calculated on an annual basis. This allows a true comparison to be made between different sources of borrowed finance.

The approximate annual percentage rate is given by:

$$\left[\left(1+\frac{n}{p}\right)^{p}-1\right]\times 100$$

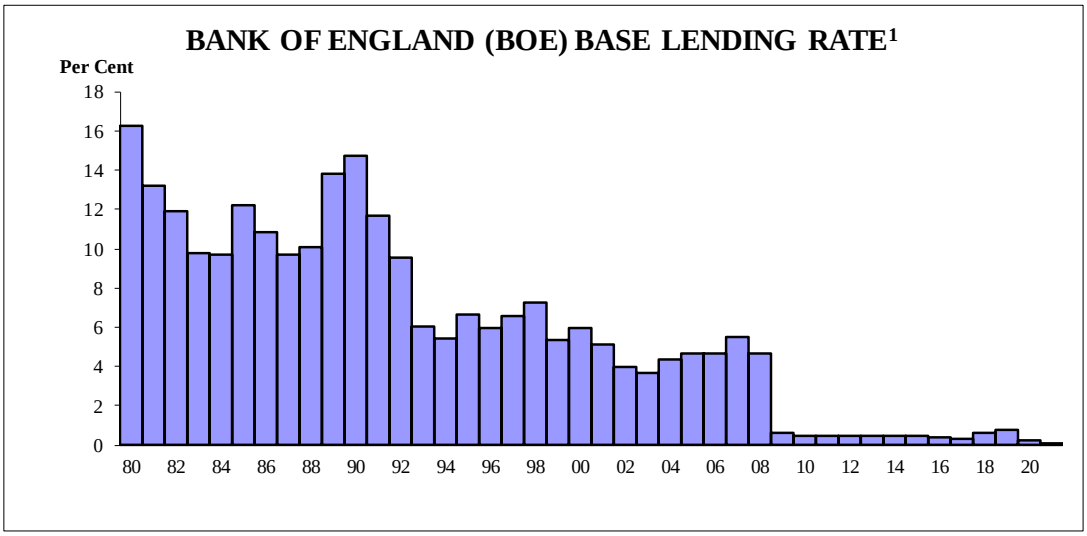
where n = nominal interest rate expressed as a decimal
p = number of instalments per year

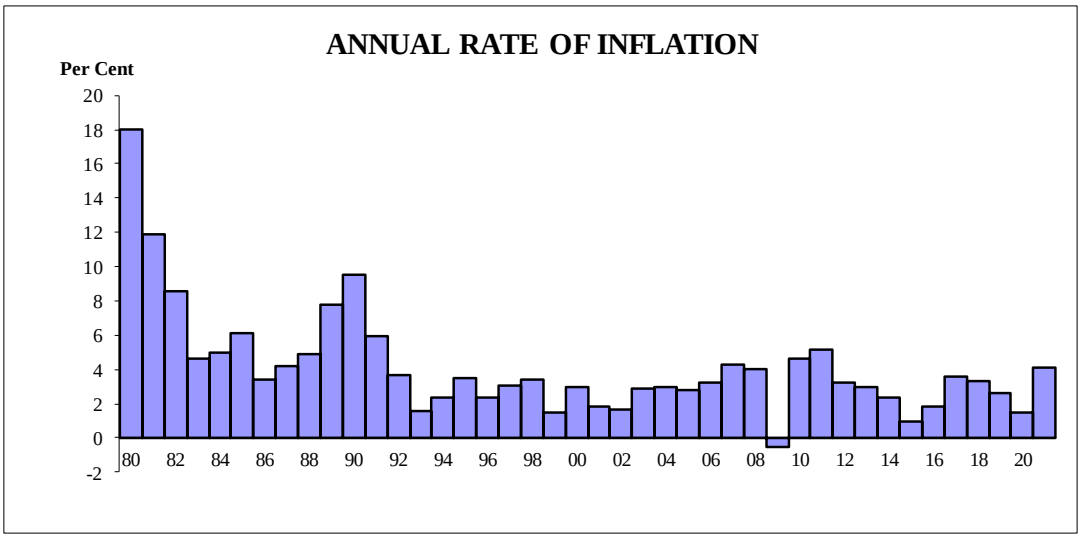
example : A nominal interest rate of 14% with monthly charging gives an approximate annual percentage rate of 14.9%

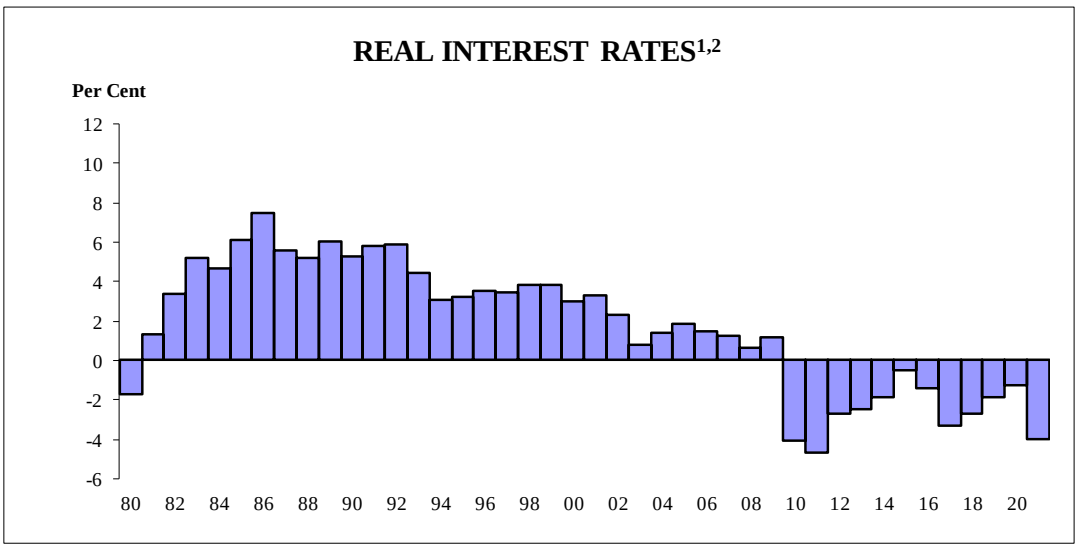
REAL INTEREST RATES

When preparing budgets to estimate the viability of an investment, it is common to include costs and returns at present day values, even though these may be expected to rise due to inflation over the life of the investment. Where this real terms approach is adopted, a more realistic estimate of the effect on profitability can be gained by basing capital charges on the real rate of interest rather than the APR. On the other hand it is important to remember that all costs and returns may not increase or, indeed decrease at the same rate. Also some allowance should be made in decision making for possible changes in inflation rates. Often in times of rising or falling inflation, nominal interest rates will rise or fall. This will clearly have consequences for cash flow.

The real rate of interest is the APR adjusted for the annual rate at which costs and prices relating to the investment are expected to increase. A crude estimate of the real rate of interest may be made by subtracting the expected inflation rate from the APR (see figure overleaf).







1. Actual commercial lending rates applied depend on various factors such as loan term and risk.
2. Calculated as the difference between Bank of England base rate and annual rate of inflation.

AGRICULTURAL WAGES (REGULATION) (NORTHERN IRELAND) ORDER 2022

The Agricultural Wages Board (AWB) for Northern Ireland by Order No. 102, which comes into operation on 1st April 2022, provides revised rates for minimum agricultural wages. This Order replaces Order No. 101, which was operative from 1st April 2021. Under this minimum wage system, advancement is conditional on a worker's experience and qualifications.

Minimum wage rate

The minimum wage rates (£ per hour), effective from 1st April 2022 for grades 1 to 6 workers, are as follows:

Grade	Rate per Hour £
Grade 1-Minimum Rate (Applicable for first 40 weeks cumulative employment)	6.95
Grade 2-Standard Worker	7.49
Grade 3-Lead Worker	9.36
Grade 4-Craft Grade	10.06
Grade 5-Supervisory Grade	10.59
Grade 6-Farm Management Grade	11.50

These rates represent an of 5.0% on 2021 rates for agricultural workers in grades 3 to 6. The minimum rates for grade 1 and 2 remain unchanged. The AWB met on 16 March 2021 to make an Order to introduce the above rates, which came into operation on 1 April 2022.

If at any time the National Minimum Wage (NMW) rates or the National Living Wage, as applicable, become higher than the hourly rates set out above, then the minimum rates shall be equal to the NMW or NLW, whichever applies. In these circumstances, the higher rate should be used in relation to all pay calculations (including the calculation of overtime rates).

The definitions for the grades and the qualifications required for each grade are available at: https://www.daera-ni.gov.uk/publications/grading-system-agricultural-workers

Overtime should be applied at a minimum of time and a half. The following employment is defined as the employment which is to be treated as overtime employment:

(a) employment in excess of 39 hours in any week for a whole-time worker.

(b) employment on a day on which a worker is entitled to be allowed a holiday in accordance with the holiday provisions of the Order.

Holiday Entitlements

Full time Agricultural workers in the first year of continuous employment with the same employer are entitled to 28 days holidays. Holiday entitlement is proportionate to the number of days worked as detailed below:

- works 1 day per week = 6 days holiday;
- works 2 days per week = 11.5 days holiday;
- works 3 days per week = 17 days holiday;
- works 4 days per week = 22.5 days holiday; and
- works 5 days per week = 28 days holiday.

An agricultural worker in continuous employment with the same employer for **more than** 52 weeks is entitled to 29 days holiday. This holiday entitlement is proportionate to the number of days worked.

The rate of holiday remuneration must not be less than the minimum wage rate set out above.

Accommodation Offset
For all workers employed in agriculture prior to 6th April 2009 (excluding Temporary and Harvest workers), a house or other accommodation provided by the employer may (with the consent of the worker) be reckoned as payment of wages in lieu of payment in cash to the maximum of £1.50 per week.

For all workers commencing work in agriculture for the first time from 6th April 2009, a house or other accommodation provided by the employer may (with the consent of the worker) be reckoned as payment of wages in lieu of payment in cash to the maximum of £47.25 per week.

Further information on Agricultural Wages Board Orders or matters relating to Agricultural Wages is available from: The Secretary, Agricultural Wages Board, Jubilee House, Limavady, BT49 9HO or telephone: 028 77442037

ALTERNATIVE ENTERPRISES

A wide range of alternative enterprises is found on individual farms in Northern Ireland. Some of these developments are relatively new, while others are simply being more widely publicised. Such enterprises may be seen to be attractive; however, they should not be undertaken without a considerable amount of research. Substantial capital may be required and new skills in production and marketing may have to be acquired. With alternative enterprises there is often a high level of risk and the potential market outlets should be thoroughly investigated before production is started.

The main groups of alternative enterprises are agricultural contracting; tourism and recreation (bed and breakfast, open farms, horse breeding); value-adding enterprises (on-farm processing, farm shops and stalls); unconventional agricultural enterprises (Christmas trees, amenity turf, game birds, ostriches, rabbits, snails, goats' and sheeps' milk); ancillary resources (letting buildings for non-agricultural use, forestry); and the production of environmental goods in return for government grants.

ORGANIC FARMING

Organic farming aims to produce high quality food using sustainable methods of production and avoids the use of artificial fertilisers and chemicals which minimises damage to the environment and wildlife. Organic produce must comply with organic food standards and, in general, there is a minimum two year conversion period from non-organic methods.

It is difficult to be specific about the margins from organic farming. There is a specific market (that should be identified before production is commenced) and it is possible to obtain a premium for organically produced food. However, any premium can, at least in part, be offset by lower yields.

ON FARM WELFARE

Owners and keepers of farmed animals are required to comply fully with
The Welfare of Farmed Animals (Northern Ireland) Regulations 2012 (as amended). These Regulations sets down minimum standards for the keeping of farmed animals. They contains specific requirements such as inspections, record keeping, freedom of movement, buildings and equipment and the feeding and watering of animals.

The Northern Ireland Codes of Practice for the Welfare of Livestock provide advice and guidance for the upkeep of farm animals and details of relevant legislation. Any person responsible for a farmed animal is required by law to ensure that they have access to and are acquainted with the relevant codes.

A person commits an offence if that person does not take such steps as are reasonable in all the circumstances to ensure that the needs of an animal for which that person is responsible are met to the extent required by good practice. An animal’s needs shall be taken to include-

(a) its need for a suitable environment,
(b) its need for a suitable diet,
(c) its need to be able to exhibit normal behaviour patterns,
(d) any need it has to be housed with, or apart from, other animals, and
(e) its need to be protected from pain, suffering, injury and disease.

For further information about Farm Animal Welfare please visit the DAERA website at www.daera-ni.gov.uk/topics/animal-health-and-welfare/

AVERAGE CONACRE RENTS BY TYPE OF USE 2015 - 2020

£ per hectare

Use	2015	2016	2017	2018	2019	2020
Grass	241	262	259	266	279	284
Potatoes	508	670	650	736	748	795
Cereals	289	301	350	351	353	379
Rough grazing	49	51	64	66	63	71
All uses	**208**	**224**	**229**	**232**	**242**	**245**

SALES OF AGRICUTURAL LAND 2015 - 2021

£ per hectare

	2015	2016	2017	2018	2019	2020	2021
Arable/Grassland*	22,442	24,243	24,083	25,150	24,591	24,811	28,267

* Arable/Grassland defined as arable, cuttable for silage or good-quality grazing land. It excludes hill ground and rougher grazing.

Source: Irish Farmers Journal (Agricultural Land Price Report) Various Years

TAXATION 2022-2023

These notes on taxation are a summary only. A series of booklets giving details of tax related matters are available from any tax office on request. All booklets and other information are also available on the internet at www.gov.uk/government/organisations/hm-revenue-customs Alternatively, a professional adviser may be approached.

1. Income Tax

1.1 Income Tax Allowances

	£
Personal Allowance for everyone[1]	12,570
Minimum amount of Married Couple's Allowance for people born before 6th April 1935[3]	3,640
Maximum amount of Married Couple's Allowance for people born before 6th April 1935[2, 3]	9,415
Marriage Allowance[4]	1,260
Blind person's allowance	2,600
Income limit for Personal Allowance	100,000
Income limit for Married Couple's Allowance	31,400
Partner's minimum income for Marriage Allowance	12,570
Partner's maximum income for Marriage Allowance	50,270

[1] The personal allowance reduces where the income is above £100,000. When this is the case, it is reduced by £1 for every £2 of income above the £100,000 limit. This reduction applies irrespective of age or date of birth.

[2] This allowance reduces where the income is above the income limit by £1 for every £2 of income above the limit until it reaches the minimum amount.

[3] Tax relief for the Married Couple's allowance is given at the rate of 10 per cent.

[4] Marriage Allowance lets you transfer £1,260 of your Personal Allowance to your husband, wife or civil partner. To benefit as a couple, the lowest earner must have an income of £12,570 or less.

1.2 Income Tax rates (%)

	Income Tax Rate	Taxable Band
Personal Allowance:	0%	£0 to £12,570
Basic rate:	20%	£12,571 to £50,270
Higher rate:	40%	£50,271-£150,000
Additional rate:	45%	Over £150,000

The income tax rates available for dividends are 8.75% (basic), 33.75% (higher) and 39.35% (additional). You do not pay tax on the first £2,000 of dividends you get in the tax year.

2. Corporation Tax

Profits are chargeable at a rate of 19% from 1 April 2019. The chargeable rate rises to 25% in April 2023.

3. Capital Gains Tax (CGT)

Applies to capital gains made by an individual. Capital gains accruing to companies are chargeable to Corporation Tax.

(a) Annual exemption of £12,300 for individuals with independent taxation.

(b) The tax rate for individuals is 10%, 18%, 20% or 28%. The rate of tax applied depends on total level of taxable income, whether the gains qualify for Entrepreneurs relief and if the capital gain arose from residential property or other chargeable assets.

4. Inheritance Tax

Inheritance Tax (IHT) may be payable on an estate when someone dies, or when assets are transferred into a discretionary trust or to a company.

There is no Inheritance Tax to pay on estates up to £325,000 (effective from 6th April 2009). An excess above this value is liable to inheritance tax at a rate of 40% (most farms in Northern Ireland get 100% property relief).

5. Value Added Tax (VAT)

VAT is a tax that's charged on most business transactions in the UK. Businesses add VAT to the price they charge when they provide goods and services to customers.

The annual turnover threshold for VAT registration is £85,000.

Three rates of VAT (Effective from 4th January 2011):

Standard rate – 20% - Most goods and services
Reduced Rate - 5% - Various items e.g. domestic fuel and power
Zero Rate – 0% - Certain goods and services e.g. food.

All VAT businesses are now required to submit online VAT returns and pay any VAT due electronically.

In order to submit your VAT returns online you must register for online services on HMRC website (www.gov.uk/government/organisations/hm-revenue-customs)

6. Stamp Duty

Purchasers of **residential** property are subject to the following rates of stamp duty for property purchased from 23 September 2022.

- 0% on the first £250,000 of the property price
- 5% on the next £675,000
- 10% on the next £575,000
- 12% on the rest (above £1.5 million)

Note if buying an additional residential property the rates are usually 3% higher than the normal rates. Whereas, for first time buyers a discount (relief) is available on the above rates for properties purchased on or after 23 September 2022 for £625,000 or less. With this discount, first-time buyers pay 0% on the first £425,000 of the property price and 5% on the next £200,000. For properties over £625,000, no discount is available for first-time buyers.

Purchasers of **non-residential and mixed used** property are subject to the following rates of stamp duty for property purchased from 17 March 2016.

- 0% on the first £150,000 of the property price
- 2% on the next £100,000
- 5% on the rest (above £250,000)

(Contact HM Revenue and Customs for further details).

7. Forestry - wholly removed from income and corporation tax from 15 March 1988.

8. National Insurance

If you're self-employed you normally have to pay Class 2 National Insurance contributions. If your annual profits are over a certain amount you also pay Class 4 contributions. The relevant rates and thresholds for 2022/23 are:

Class 2	Self employed (up to state pension age)	
	Flat rate £3.15 per week (small profits threshold £6,725 per year)	
Class 4	Self employed (up to state pension age)	
	10.25% of profits/gains between £11,909 and £50,270	
	3.25% of profits/gains over £50,270	

SELF ASSESSMENT AND CURRENT YEAR ASSESSMENT OF TAX

1. Self assessment

Self Assessment involves completing an online or paper return to inform HM Revenue & Customs (HMRC) about income, capital gains etc. This information is used by HMRC to work out your tax bill. Tax returns relating to 2022/23 tax year must be sent back by the following deadlines:

- Paper returns - **31 October 2022**.
- Online returns - **31 January 2023**.

In order to submit your form online you must register for online services on the HMRC website (www.gov.uk/government/organisations/hm-revenue-customs)

The deadline for payment of tax is **31 January**. There is an additional payment deadline of **31 July** if you make advance payments towards your bill.

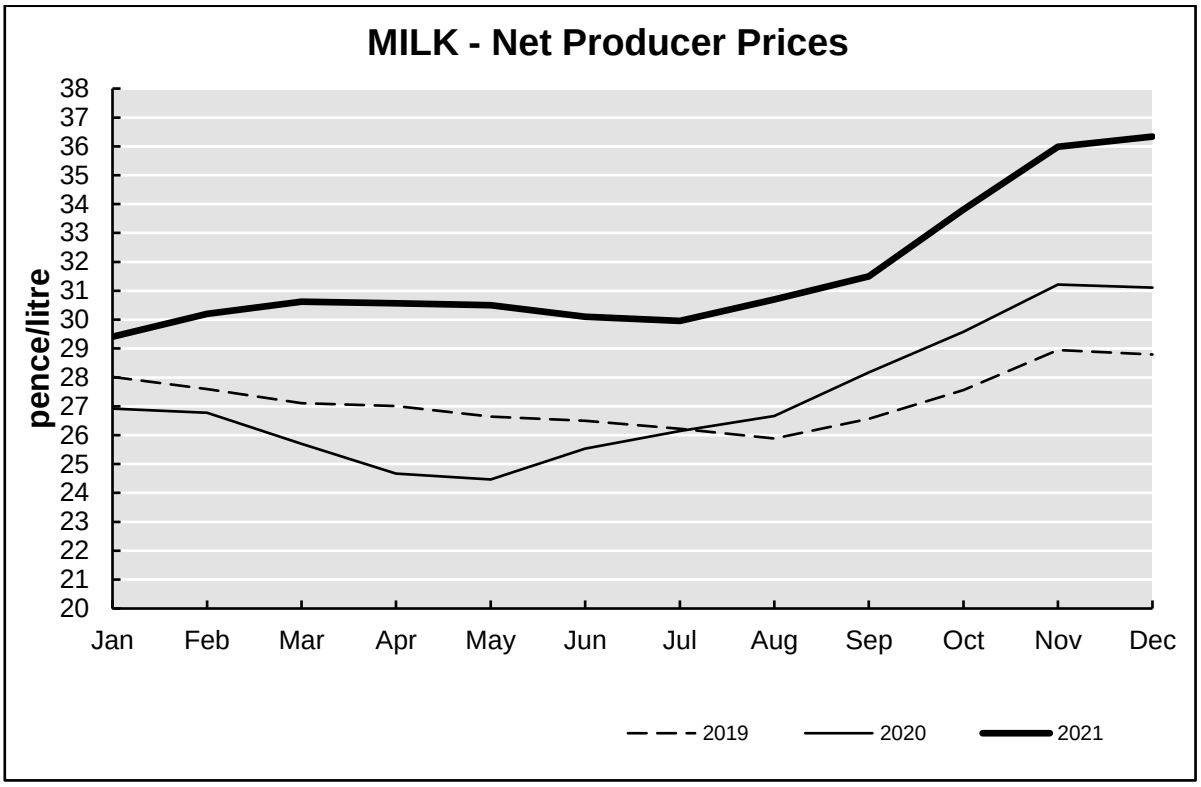
There are penalties for both late tax returns and for the late payment of tax bills. For example, if your tax return is up to 3 months late there is a fixed penalty of £100. Additional penalties are applied when returns become 3, 6 & 12 months late. Whereas, when payment of your tax bill is 30 days late there is a penalty equivalent to 5% of the tax due. Similarly, additional penalties are applied when your payment becomes 6 & 12 months late. Interest is also charged on both unpaid tax and unpaid penalties.

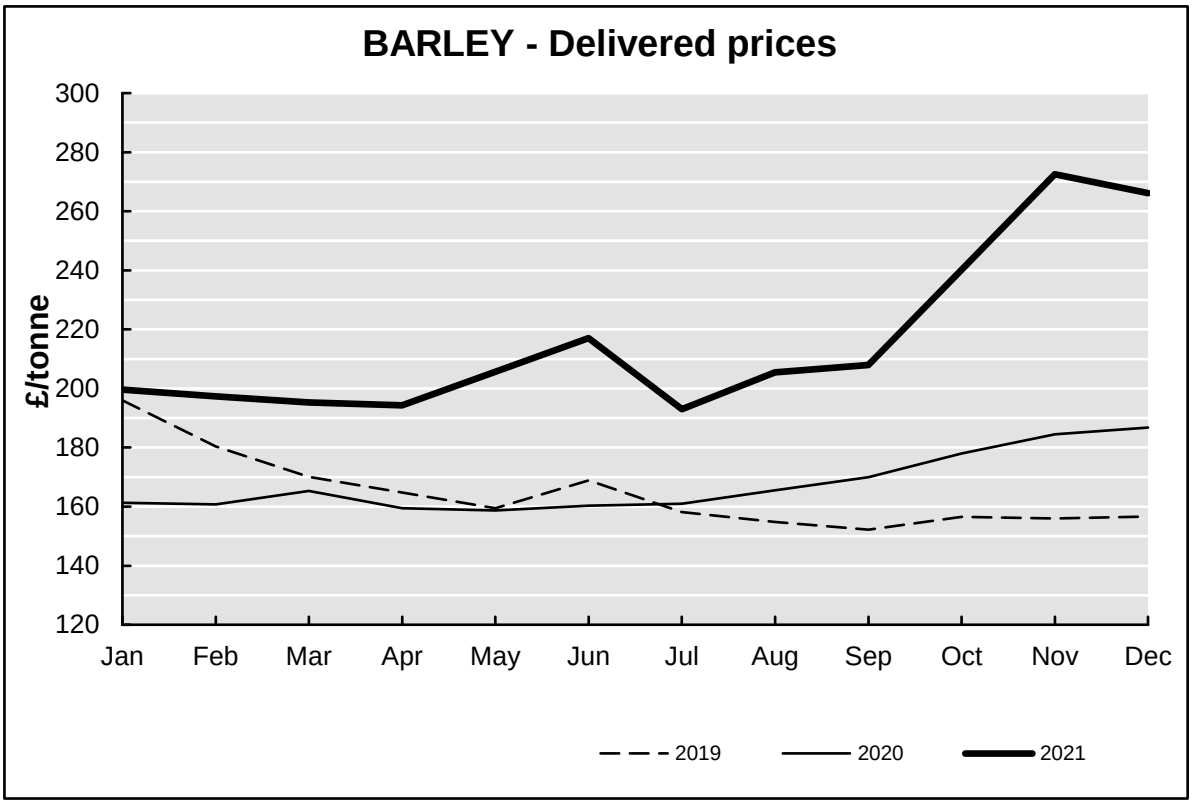
There is a statutory requirement to keep records including relevant receipts, invoices etc. to support the figures entered on the tax return.

2. Current (same) year assessment.

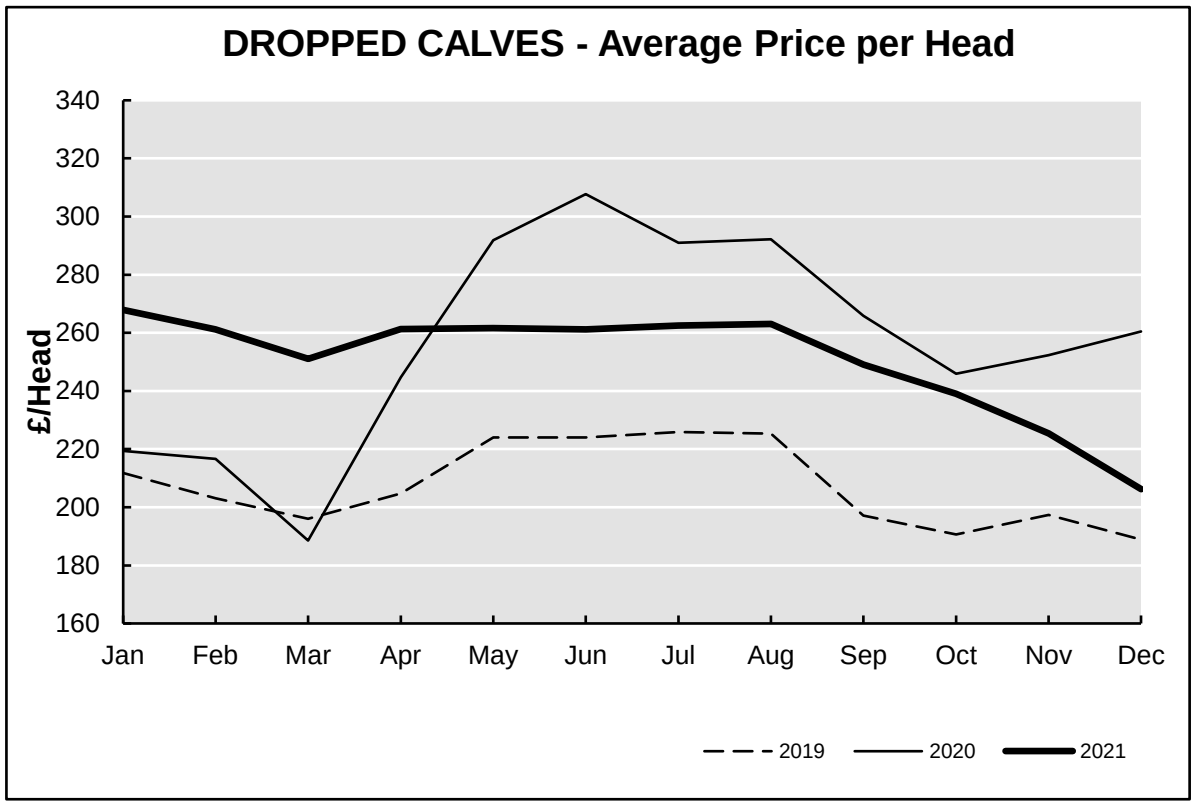
The tax liability will be based on the profit arising in the same year. Therefore, taxable business profits for any year will be those shown on a set of yearly accounts ending in that tax year.

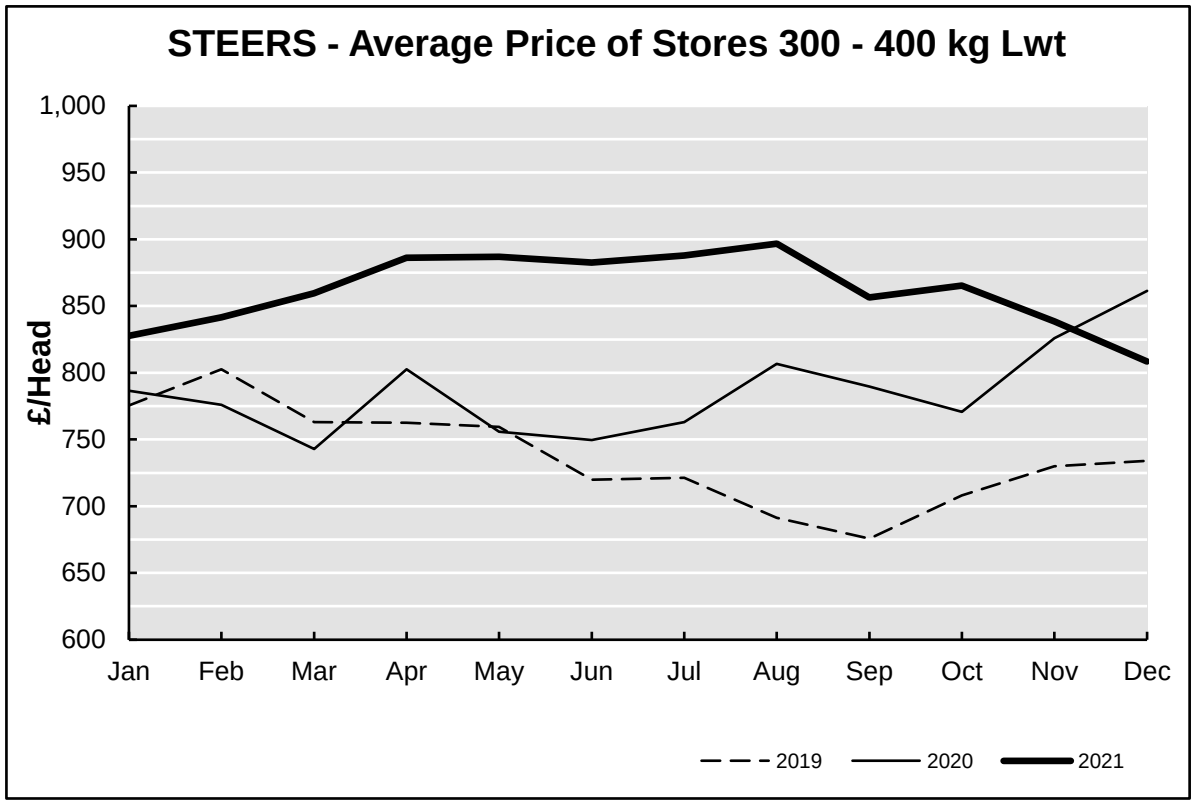
MILK AND BARLEY PRICES, 2019 – 2021



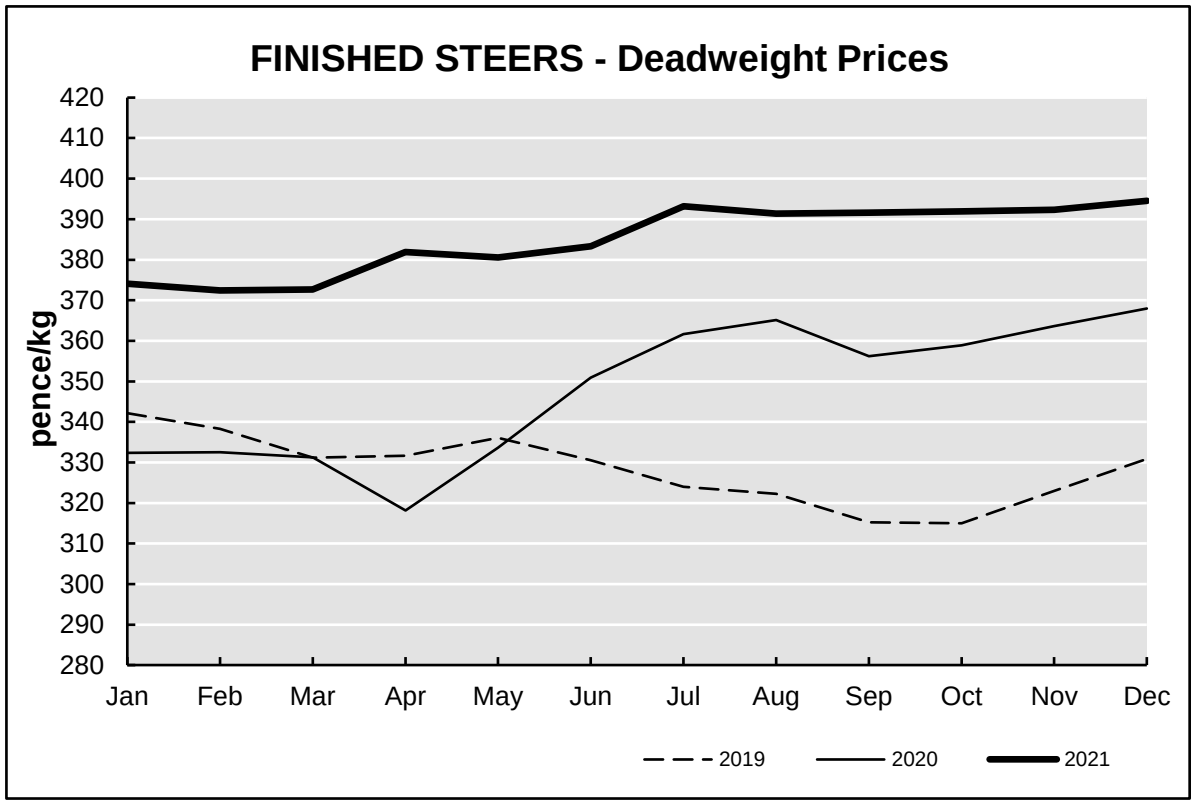


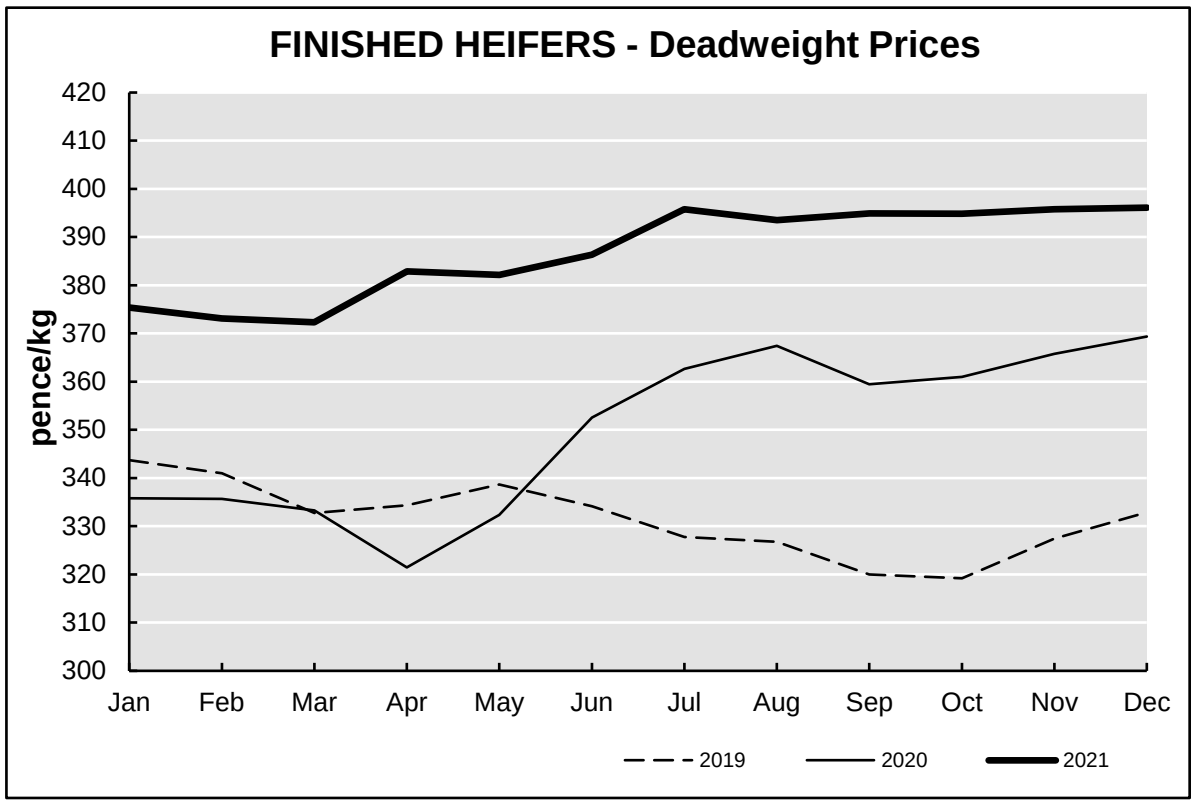
CATTLE PRICES, 2019 - 2021



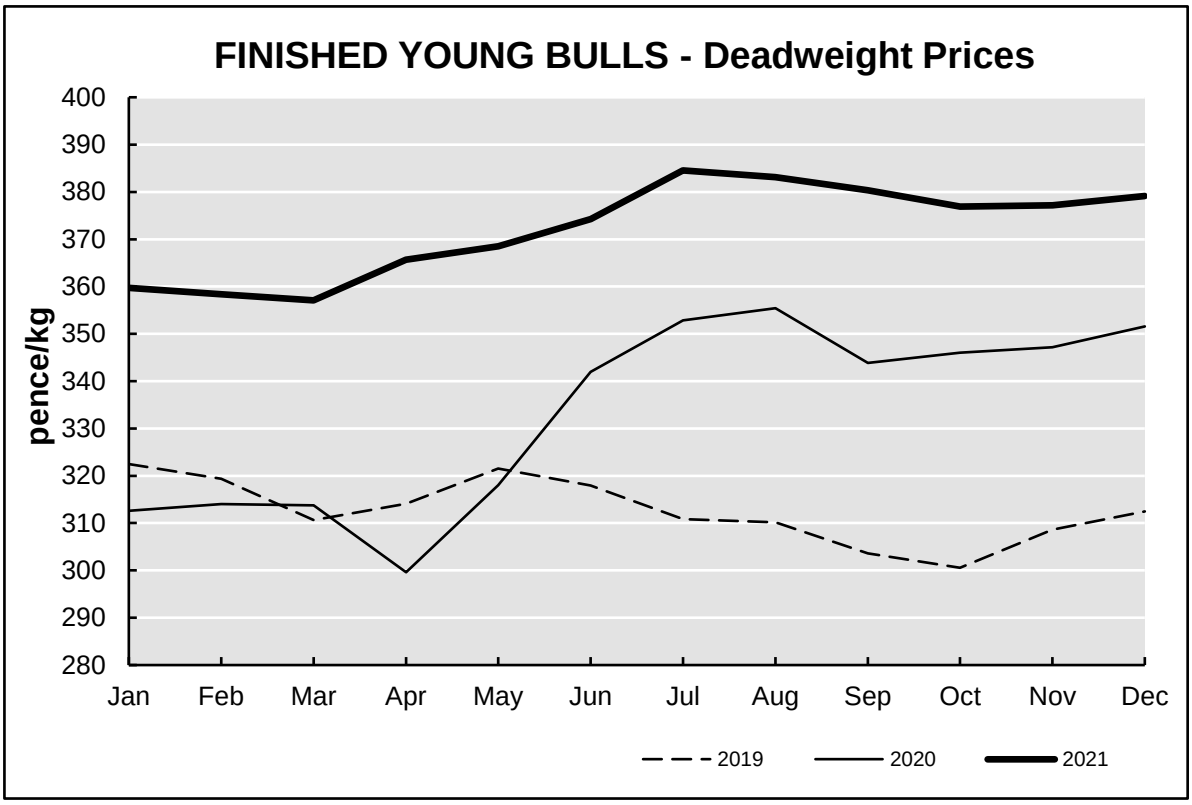


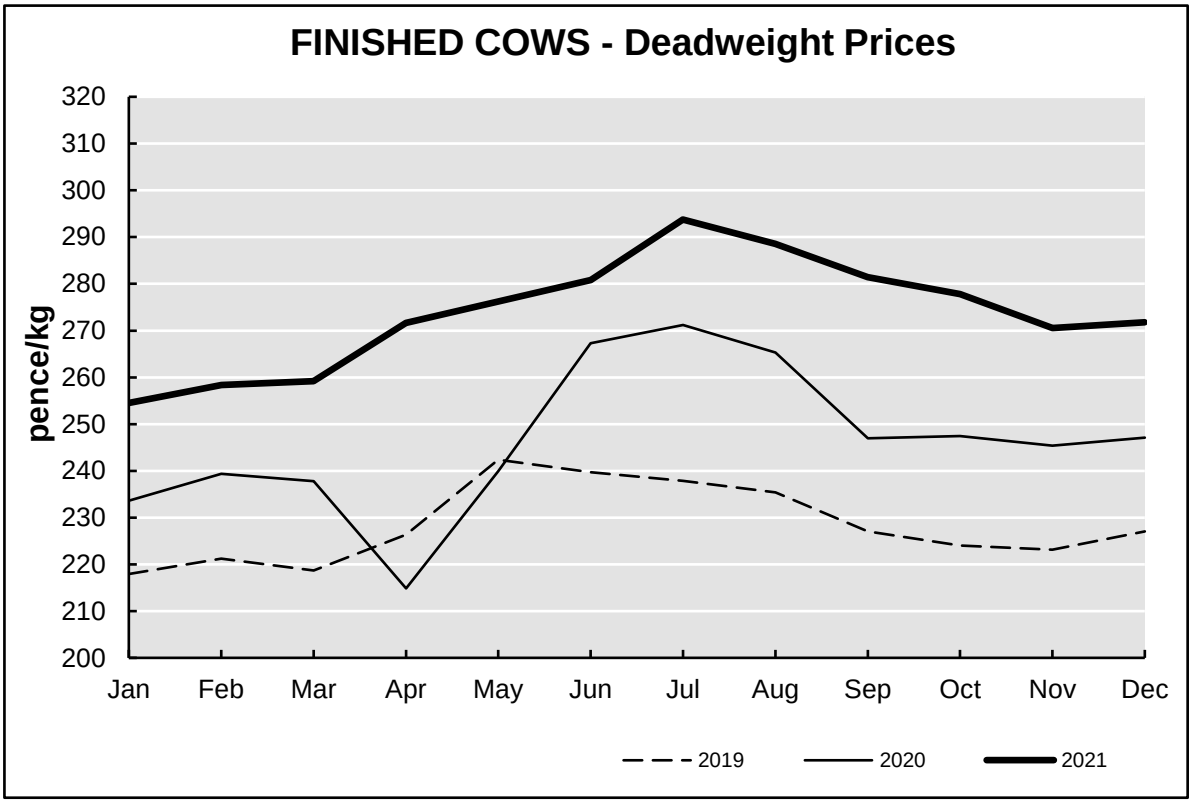
BEEF PRICES, 2019 – 2021



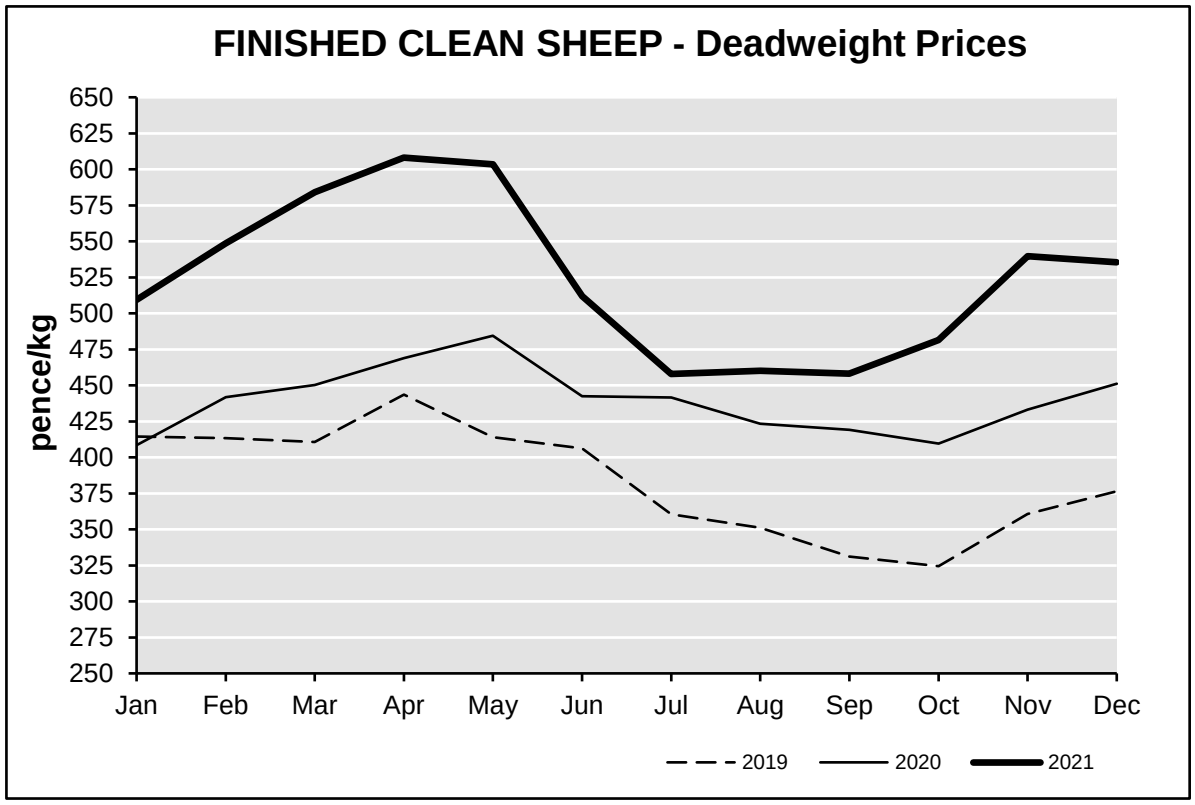


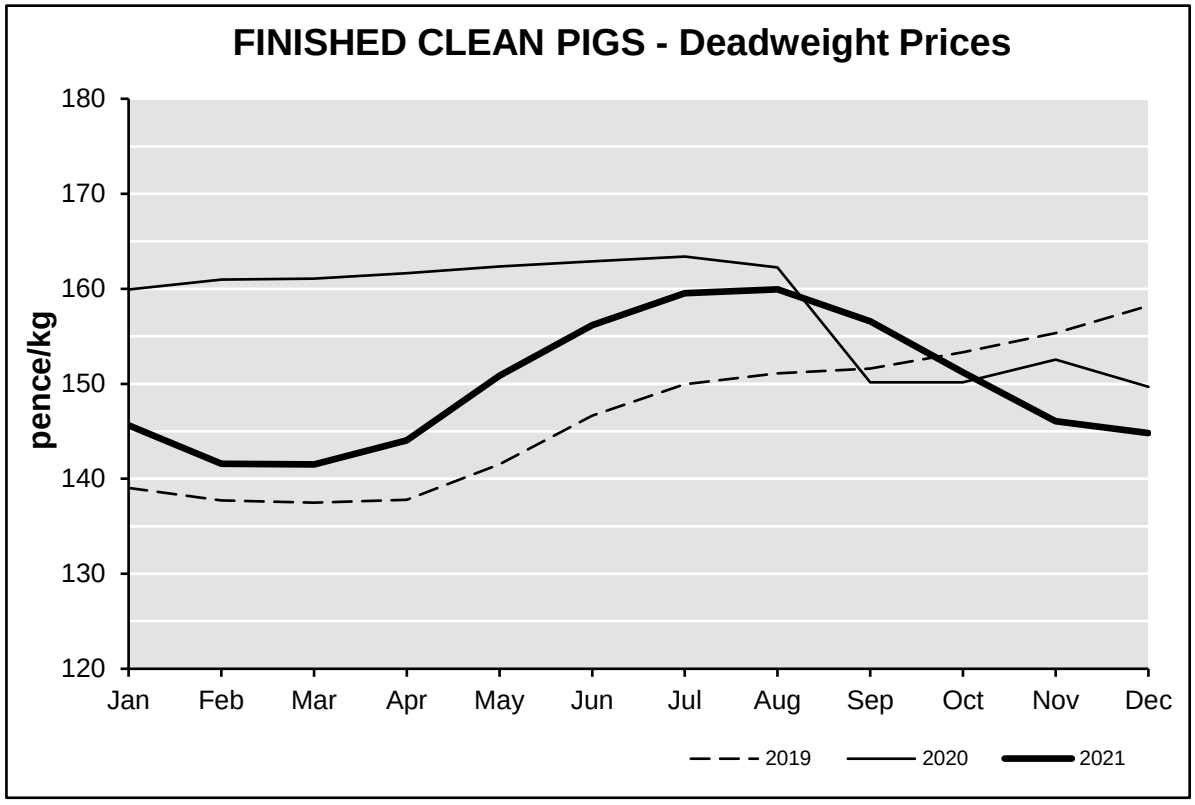
BEEF PRICES, 2019 - 2021





LAMB AND PIGMEAT PRICES, 2019 - 2021





DAERA CONTACT LIST

You can contact the Department of Agriculture, Environment and Rural Affairs (DAERA) by telephone, in writing, or by email

By Telephone

If you know the name of the person you wish to speak to, please telephone **0300 200 7850**. For all other enquiries please select the appropriate number from page 121.

The DAERA Helpline number is **0300 200 7852**

In Writing

If you wish to write to the Department you can use the following postal address:

Department of Agriculture, Environment and Rural Affairs
Dundonald House
Upper Newtownards Road
Ballymiscaw
Belfast BT4 3SB

By Email

The DAERA Helpline email is daera.helpline@daera-ni.gov.uk

DAERA Telephone Numbers

Animal Health & Welfare and Veterinary Public Health Information and services relating to livestock movements, trade, animal welfare, veterinary public health, and the prevention and control of animal diseases.	**0300 200 7840**
Cattle Registration Line Registration of cattle births and deaths by telephone.	**0300 200 7855**
Education and Training Education and training courses provided by CAFRE.	**0300 200 7841**
Environment Agri-environment schemes. Countryside Management advice including Cross-Compliance, Nitrates Directive, Codes of Good Agriculture Practice, Farm Waste Management, Uncultivated Land Regulations and Field Boundary Removals.	**0300 200 7842**
Farming Livestock. Crops. Horticulture. Plant health. Equine. Organic farming. Farm business management. Information technology and online services.	**0300 200 7843**
Food Knowledge and technology transfer. Marketing support to food businesses. Food industry training. Food Business Incubation Centre. Food Safety. Product certification. Marketing and quality standards.	**0300 200 7846**
Forests Timber production and marketing. Plant health controls for wood and bark, Woodland grants (including Short Rotation Coppice). Recreation. Educational visits. *For caravanning and camping bookings you will need to book directly with the Forest Park.*	**0300 200 7847**
Grants and Funding Basic Payment Scheme, Areas of Natural Constraint Scheme, agri-environment, farm, fisheries, forestry and rural development payments and grants, pre-2015 schemes.	**0300 200 7848**
Inland Fisheries Conservation and protection, Promotion and Outreach, management of the Public Angling Estate, rod licences and permits	**0300 200 7860**
Marine and Fisheries Aquaculture. Sea fisheries. Fish health. Foyle, Carlingford & Irish Lights Commission.	**0300 200 7844**
Rural Development Northern Ireland Rural Development Programme, Rural and community development, Farm diversification, Rural Champion, Rural Proofing, Rural White Paper.	**0300 200 7849**
DAERA Corporate Services DAERA Headquarters, Press Office, information services and systems, human resources and facilities management.	**0300 200 7850**
Text Relay If you have hearing difficulties you can contact the department via text relay.	**18001 + number (from a textphone)** **18002 + number (from a telephone)**
Calls from non-UK numbers or networks/International Calls	**+44(0) 28 9049 5780**

DAERA Direct Regional Offices

Armagh Atek Building Edenaveys Industrial Estate Newry Road Edenaveys ARMAGH BT60 1NF Email: daeradirect.armagh@daera-ni.gov.uk	Ballymena Academy House 121a Broughshane Street Town Parks BALLYMENA BT43 6HY Email: daeradirect.ballymena@daera-ni.gov.uk
Coleraine Crown Buildings Artillery Road Millburn Coleraine BT52 2AJ Email: daeradirect.coleraine@daera-ni.gov.uk	Downpatrick Rathkeltair House Market Street Demesne of Down Acre Downpatrick BT30 6LZ Email: daeradirect.downpatrick@daera-ni.gov.uk
Dungannon Crown Buildings Thomas Street Drumcoo Dungannon BT70 1HR Email: daeradirect.dungannon@daera-ni.gov.uk	Enniskillen Inishkeen House Killyhevlin Industrial Estate Killyhevlin Enniskillen BT74 4EJ Email: daeradirect.enniskillen@daera-ni.gov.uk
Magherafelt Units 36 - 38 Meadowlane Shopping Centre Moneymore Road Townparks of Magherafelt Magherafelt BT45 6PR Email: daeradirect.magherafelt@daera-ni.gov.uk	Mallusk Castleton House 15 Trench Road Grange of Mallusk Mallusk Newtownabbey BT36 4TY Email: daeradirect.mallusk@daera-ni.gov.uk
Newry Glenree House Unit 2, Springhill Road Carnbane Industrial Estate Carnbane Newry BT35 6EF Email: daeradirect.newry@daera-ni.gov.uk	Newtownards Sketrick House 16 Jubilee Road Corporation South Newtownards BT23 4YH Email: daeradirect.newtownards@daera-ni.gov.uk
Omagh Sperrin House Sedan Avenue Lisnamallard Omagh BT79 7AQ Email: daeradirect.omagh@daera-ni.gov.uk	Strabane Government Offices 18 Urney Road Strabane BT82 9BX Email: daeradirect.strabane@daera-ni.gov.uk

Agri-Food and Biosciences Institute (AFBI)

AFBI Headquarters
(Agri-Environment, Economics, Fisheries, Food Science, Plant Science, Statistics)
18A Newforge Lane
BELFAST BT9 5PX
Tel: 028 9025 5636
Website: www.afbini.gov.uk
e-mail: info@afbini.gov.uk

AFBI Hillsborough
(Agricultural Research Institute)
Large Park
HILLSBOROUGH BT26 6DR
Tel: 028 9268 2484

AFBI Crossnacreevy
(Seed Certification Plant Testing Station)
50 Houston Road
Crossnacreevy
Castlereagh
BELFAST BT6 9SH
Tel: 028 9054 8000

AFBI Omagh
(Veterinary Sciences Division)
43 Beltany Road
OMAGH BT78 5NF
Tel: 028 8224 3337

AFBI Stormont
(Veterinary Sciences Division)
12 Stoney Road, Ballymiscaw
BELFAST BT4 3SD
Tel: 028 9052 5791
Post mortem tel: 028 9052 5618

AFBI Loughgall
(Horticulture and Plant Breeding Station)
4 Manor House
Loughgall
ARMAGH BT61 8JA
Tel: 028 3889 2344

AFBI Bushmills
River Bush Salmon Station
Church Street
BUSHMILLS BT57 8QJ
Tel: 028 2073 2544

Agri-Food and Biosciences Institute (AFBI) was created on 1st April 2006 as the amalgamation of DARD Science Service and the Agricultural Research Institute of Northern Ireland.

Department of Agriculture, Environment and Rural Affairs (DAERA)
Northern Ireland Environment Agency (NIEA)

Water Management Unit, 17 Antrim Rd, Lisburn, BT28 3AL
www.daera-ni.gov.uk/topics/water/water-management-unit
If you know the person you wish to speak to, Tel: 0300 200 7850

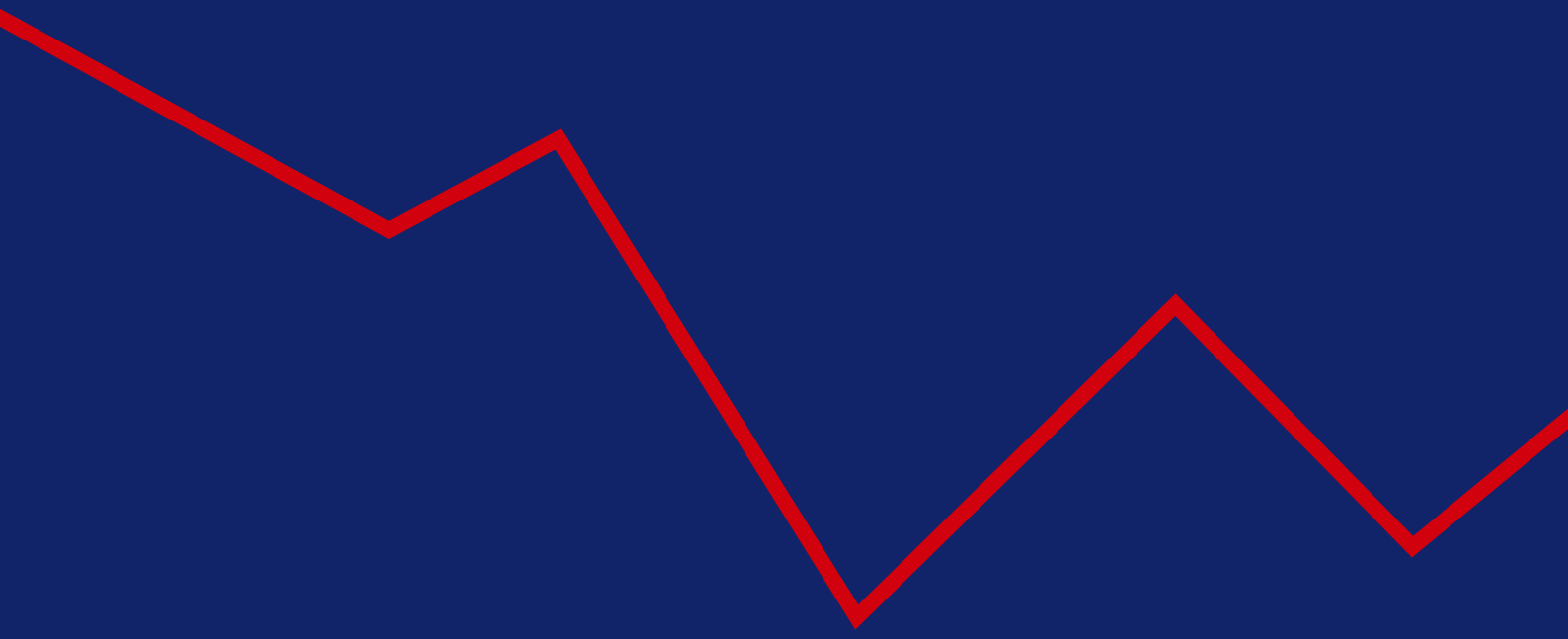
Nutrient action programme regulations, **Silage, Slurry & Agricultural Fuel Oil (SSAFO)**, **field heap notifications or groundwater regulations**	Tel No 028 92633486 / 028 92623280
Water Pollution Hotline (A 24-hour confidential hotline for reporting pollution incidents) 028 92623280	Tel: 0800 80 70 60

Regulation Unit, Klondyke Building, Gasworks Business Park, Ormeau Road, BELFAST, BT7 2JA
www.daera-ni.gov.uk/topics/waste

General Enquiries	Tel: 028 9056 9849 / 028 9262 3270
Registration of Waste Carriers	Tel: 028 9056 9360
Waste Exemptions	Tel: 028 9056 9515
Waste Licensing	Tel: 028 9056 9358
Transfrontier Waste Shipment Queries	Tel: 028 9056 9742

Policy, Economics and Statistics Division
Department of Agriculture, Environment
and Rural Affairs
Dundonald House
Upper Newtownards Road
Ballymiscaw
BELFAST
BT4 3SB

Copies of this booklet can be made available on request inalternative formats.
Please telephone 028 9052 4063



Department of
Agriculture, Environment
and Rural Affairs
www.daera-ni.gov.uk

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