Challenges to the Philippine Dairy Industry

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Introduction

- Dairy industry development and production was not priority in government agricultural development plans
- Filipinos were thought to be non-milk drinkers
- Milk production is not suited to tropical environments
- Inventory of dairy animals is very low
- Productivity and production efficiency is also low

Introduction

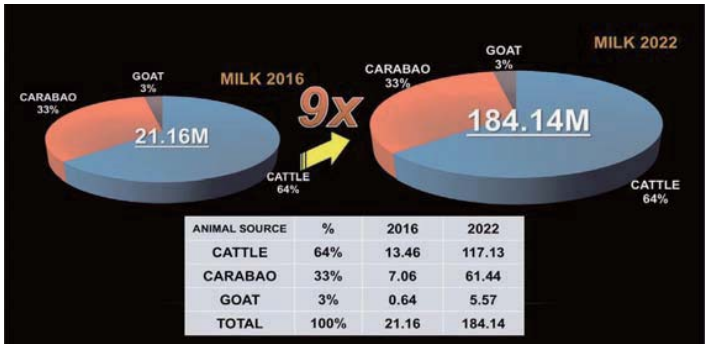
- Milk collection, processing marketing systems were not developed
- Milk wastage and spoilage was high
- Milk production was not profitable to farmers
- The Philippines imports 99% of its demand for milk and dairy products

Introduction

- In 2016, the Secretary of agriculture raised the challenge to increase local milk production from 1 to 10% of demand

Challenges to the Dairy Industry

Baseline and Projected Milk Production by Species

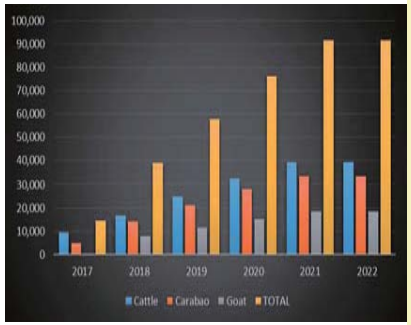


ANIMAL SOURCE	%	2016	2022
CATTLE	64%	13.46	117.13
CARABAO	33%	7.06	61.44
GOAT	3%	0.64	5.57
TOTAL	100%	21.16	184.14

Source: NDA, 2017

Challenges to the Dairy Industry

- Dairy herd build



- Decreasing calving to conception interval from 7 to 3 months
- Decreasing calving interval from 17 to 14 months and kidding interval from 12 to 8 months
- Increasing breeding success rate
- Increasing dairy animal inventory from 14,548 to 91,456 head through local production and importation
- Importation (live, semen, embryo)

Challenges to the Dairy Industry

- Increasing dairy animal productivity
  - buffalo - from 5 to 7 li/day
  - cattle - from 8 to 12 li/day
  - goat - from 1 to 2.5 li/day

Dairy Species	2022 Inventory (hd)	Milk Production (L)
Cattle	39,283	117,849,600
Carabao	33,759	60,766,200
Goat	18,414	5,524,200
TOTAL	**91,456**	**184,140,000**

Challenges to the Dairy Industry

- Improving production efficiency
  - Reducing milk wastage and/or spoilage from 30 to 10%

Challenges to the Dairy Industry

- Ensuring milk quality and safety
  - Hygienic milking and milk handling practices

Dairy Industry Strategic S&T Program

- Aimed at implementing R&D activities that will generate, information, technologies and systems useful in overcoming the identified challenges.

Objectives of the Dairy ISP

1. Increase dairy animal inventory and local milk production from 1 to 10%
2. Increase dairy animal productivity and production efficiency
3. Develop and promote technologies and systems to ensure stable supply of good quality feeds
4. Develop and promote dairy herd management systems that promote optimum milk production
5. Reduce milk spoilage and wastage from 30 to less than 10%

Current Dairy R&D Initiatives

Current Dairy R&D Initiatives

R&D Areas	R&D Activities	Expected Outputs
Breeding, Genetics and Reproduction	• Genetic and phenotypic quality assessment • Application of molecular methods of selection and breeding • Application and improvement of assisted reproduction techniques	– Information on the genetic quality and phenotypic characteristics of dairy animals – DNA markers for specific traits – Practical and improved AI and ET protocols

Current Dairy R&D Initiatives

R&D Areas	R&D Activities	Expected Outputs
Nutrition and Feeding	• Forage production and processing • Crop byproducts nutrient quality enhancement • Evaluation of the feeding value of locally available feed materials • Development of sustainable and farm specific feeding systems	– Forage production and processing technologies – Dairy animal ration formulations and feeding protocols and systems

Current Dairy R&D Initiatives

R&D Areas	R&D Activities	Expected Outputs
Healthcare & Management	• Development of farm specific mastitis control and healthcare management protocols • Development of diagnostic kits	– Effective and efficient dairy animal healthcare protocols and systems – Disease diagnostic and milk quality test kits

Current Dairy R&D Initiatives

R&D Areas	R&D Activities	Expected Outputs
Product quality and safety	• Development of milk storage, handling and collection systems • Development of on-farm milk quality testing protocols • Development of milk traceability system	– Efficient milk handling and collection system – Practical on-farm milk quality testing protocol – Automated milk traceability system

Current Dairy R&D Initiatives

R&D Areas	R&D Activities	Expected Outputs
Policy and marketing	• Market studies on goat milk and milk products • Establishment of buffalo and goat milk standards • Generation of inputs to enabling policies pertaining to dairy development	– Goat milk and milk products marketing strategies – PNS for buffalo and goat milk – Policy briefs on dairy development

Call for Action to Industry Players

- Active participation of private industry players in planning, implementation and evaluation of R&D projects,
- Industry support in the promotion of dairy R&D,
- Industry support in the promotion and adoption of dairy technologies.

Thank you for your attention!

For more information please contact:

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