





Valio Ltd - founded 1905

The biggest milk processor in Finland

- Valio Ltd is owned by dairy farmers' co-operatives
- 8 200 milk producers
- Net sales € 1.9 billion
- Plants: 15 in Finland, 2 in Estonia, 1 in Belgium, 1 in Russia
- Personnel 4 400
- Milk intake 1 870 million l
 85% all milk in Finland

- Mission:
 To promote the business of
 Valio milk producers
- 2011 av. milk prize 44,9 € snt
- 2012 est. 46 € snt for farmers





Milk production meets several needs

Industry

- -Raw milk quality
- -Production quantity
- -Clear processes

Consumers

- Food safety
- -Nutrition
- -Quality
- -Environment
- -Society
- -Animal welfare



Farmers

- -Economics = milk price
- -Reliable partner
- -Support & advising
- -Easy to work



Officials + Associations

- Good co-operative essential
- Food industry is active in advising dairy farmers
- Additive regulations and requirements is needed (legislation is not enough)
- Voluntary agreements, involved
 - all slughter-houses
 - all dairy industry
 - farmers
- The Association for Animal Disease Prevention (ETT)
- health data bank NASEVA

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Food safety

- Base: EU and national legislation
- Food Safety Authority Evira
- Residue control program
- Milk hygiene regulations for farms and food industry



- Farm controls every 3rd year by officials,
- Auditings in industry

Valio Ltd:

- No GMO accepted checked 1/year all feed supliers farmers are not allowed to use GMO-feed
- Feed only from "positive list" companies (following ETT guidelines)



Herd health: The Association for Animal Disease Prevention (ETT)

- Established by food industry (since EU 1995)
- Herd health management concept
- Rules for importing animals etc
- Supervising feed companies in animal diseases risks
- Positive list of operators
- Disease Management on farm level
 - Animal and feed trade, feed production
 - Visitors in dairy farms
 - Travelling abroad and foreign visitors
 - Other domestic animals and pest animals
 - Control of the infection chain and lowering of the infection pressure
 - Resistance to diseases





Herd health management: NASEVA data base

- Build up by food industry based on contracts
 no animals for slaughter withour record information in data base
- Data collection for food safety, farm management and breeding (WEB)
- Breeding for health traits since 1984 (dairy)
- Health checks on farm level once a year, improvements, Vet+farmer
 - Infections, mastitis, medicine handling, residues management, animal welfare, feeding, fertility, claw and leg disorders, calves
- Access to the data for farms, vets and advisors
- Sertificates for herd/animal health status for animal trade etc





Salmonella

- No salmonella accepted in Finland
 - EU exceptional permit to test imported food
- Feed indutry: in-house control
- The Association for Animal Disease Prevention (ETT) takes care off renovations on salmonella cases on farms
- Less than 10 dairy farms / year all cleaned
- ETT guideline in animal trade
 - max 3 month old test of salmonella, if older no sale

Valio:

 Assurance terms (insurance company owned by Valio) covers if salmonella found and cleaned on farm



Medicin recidual: antibiotics

- On farm every single animal must be tested after treated with antibiotics – negative result -> milk for prosessing
- Delvotest set given to every farm by co-operative
- The lorry driver takes a sample from every farm tank when collecting milk from the farms (every 2.nd day)
- Sample from each loading (SNAP & Delvotest) before unloading in plant
- Positive analyse in any step
 -> milk to bio waste
- Last year 24 antibiotic cases
 all human errors





Valio Quality Manualgood farm practicies

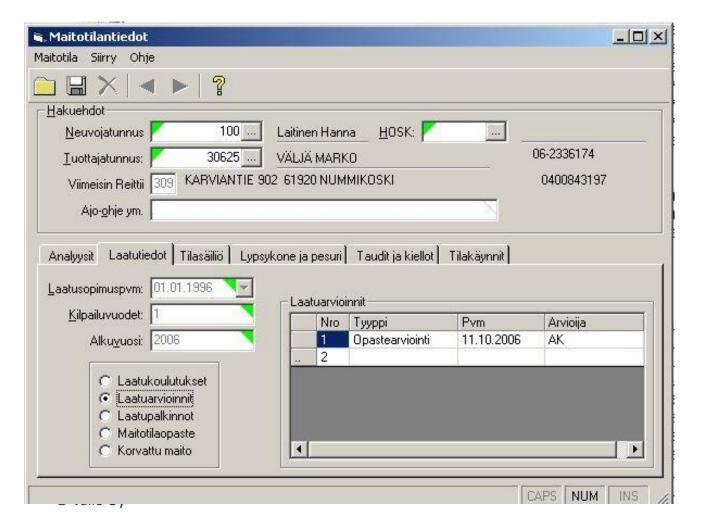


- Agreement between the farmer and co-op.
- Regularly updating by the farmer
- Milk hygiene requirements
- Self control, written report
 - sanitation, feed and water quality control, pest control, waste handling, food safety and traceability, storages (medicine, additives, pesticides, fertilizes, biocides etc.)
 - labour introduction to food hygiene and disease prevention
- Prize bonus +0,5 € snt/l milk
- 97% of Valio dairy farms committed
- Milk samples, farm auditing by advisors (5%/year)



Data for farm quality system is kept up in a database by dairy advisors

(access by a intranet software)



Quality
agreement
Audit information
Training sessions
etc.



Valio Quality Sign

- shows the way to the farm

- Quality training for farmers
- Quality manual, updating, auditing
- Descriptions on management processes
- Continuous improving on farm
 - animal welfare
 - environment
 - management etc
- 2000 farms







Animal Welfare

- Legislation only draws the line at criminality
 - welfare needs more
- Quality contract farms:
 - Need of natural behavioural
 - Focus on single animals as well as herd level
 - Health management prevention of diseases
- Coming soon: In-house control observing animal welfare by the farmers
- Educating farmers
- Preparing for Welfare Quality and Global GAP in the future



Valio Milk Pricing Principals > 94% of raw milk in class E 2011

	Bacteria / ml	Cell count/ml	Price
Class E	< 50 000/ml	< 250 000	Basic price 4,3% fat, 3,3% protein
Class I	50 000 - 100 000	250 000 – 400 000	- 2 € snt
Class II	> 100 000	> 400 000	- 30 € snt

Quality contract +0,5 € snt/l Milk samples 2 a month for prizing

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Farm Qualtiy Steps in the Future?



GLOBALG.A.P.



Certified level



Valio Quality: observed AW

Animal welfare
Foot prints
Society
Fair trade
Labour

Food safety
Animal
Health
Environment

Feed

NASEVA health care plan vet-advisor-farm

National level – health checks in NASEVA

Legislation – all dairy farms

Jokelan tila

