

STATEMENT OF CIRCUMSTANCES

Short-Term Exclusive Milk Supply Agreement Short-Term Non-Exclusive Milk Supply Agreement

1ST JULY 2022 TO 30TH JUNE 2023



Competition and Consumer (Industry Codes – Dairy) Regulations 2019 (Dairy Code)

This statement of circumstances sets out the circumstances in which Norco would enter into a standard form short-term milk supply agreement with a farmer supplier.

CIRCUMSTANCE	ACCEPTABLE CRITERIA
1. Volume to be procured	Norco has not already entered into sufficient milk supply agreements to meet Norco's annual demands for milk at the time a farmer supplier offers to enter into this agreement with Norco. The annual volume of milk required by Norco is 210m litres.
2. Pick-up regions	Farm(s) is located no further north than Gympie, QLD and no further south than Dungog, NSW, with proximity to other Norco farms to allow for efficiencies in milk collection.
3. Spring to Autumn ratio	The Farm has a flat annual milk supply profile in which the aggregate of the supply of milk during September, October and November is, has, or is planned to be not greater than 1.20 times the aggregate of the milk supplied in March, April and May.
4. Minimum pick-up volume	Farms must be able to supply a skip-a-day pick-up, with an annualised volume of not less than 750,000 litres.
5. Historic compliance with Norco's milk quality, animal welfare, farming and safety requirements	Historic compliance with all requirements applicable to milk suppliers in the Norco's Suppliers' Information Manual, or an equivalent set of requirements, including quality standards, quality assurance, farm access requirements, on-farm sustainability, animal welfare and farm safety requirements.
6. Regulatory compliance	Farmer supplier must hold a current Dairy Food Safety Licence and comply with all regulatory requirements relating to the production of milk, including milk quality, environmental and effluent management and animal welfare.
7. Supply period	1st July 2022 to 30th June 2023.