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1 ACCESSORY PUBLICATION

2 **Predicting livestock productivity and methane emissions in northern Australia:**

3 development of a bio-economic modelling approach

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9 Introduction

10 The model used in the paper (Charmley et al., 2008) is preliminary and designed to

11 show the comparative impact of animal, pasture and management variables on

12 methane emissions for typical northern Australian conditions. Model development is

13 ongoing. This appendix summarizes the model inputs at the time of publication for the

14 accompanying paper (Charmley *et al.*, 2008).

A spreadsheet (Microsoft Excel) based model [the Northern Australia Beef Cattle 15 16 Energetics and Methane Simulator (NABCEMS)] was developed to predict methane emissions from cattle under northern Australian conditions. The model encompasses 17 18 three key components: (1) animal, (2) pasture, and (3) property/bioregional. The 19 NABCEMS model also links with a separate, commercially available, economic herd 20 model (Breedcow and Dymama herd budgeting software (Queensland Department of 21 Primary Industries and Fisheries 2004)) to represent underlying herd dynamics and 22 profit maximisation behaviour. This provides a flexible tool to evaluate, at property 23 and regional levels, effects of management changes to animal and herd variables on 24 methane emissions, live weight (LW) productivity and financial implications.

Currently, the model only applies to pasture-based systems, with the provision formolasses/urea supplementation.

27 The model is based on the metabolizable energy (ME) system, first devised for 28 UK conditions (ARC 1980) but subsequently expanded upon in Feeding standards for 29 Australian Livestock (SCA, 1990). Elements of both publications are used in the 30 model. The model iterates on a weekly time step, calculating feed intake, productive 31 performance and methane output over the lifetime of the animal. The primary driver 32 for the model is diet quality (expressed as energy digestibility) which influences both 33 dry matter intake (DMI) and efficiency of diet utilization for maintenance and 34 production.

35

36 **Estimating pasture quality**

37 Pasture energy digestibility changes over the year according to a polynomial 38 relationship (Figure 1) derived from published data (Ash and McIvor, 1988) and 39 modified based upon personal communications with J.G. McIvor (pers. Comm.) and 40 C. McDonald (pers. Comm.). The relationship can be described by the general 41 equation:

42

$$Y = A + Bx - Bx^2 + Bx^3$$
(1)

The year starts at the beginning of the wet season, which for the purposes of modelling is the 1st November. Digestibility of pasture is calculated over the year based on either of two seasonal patterns. For one pattern, digestibility declines quickly as the dry season advances; for the other, digestibility declines more slowly. For either of these patterns, a family of digestibility relationships with time can be generated which describes the change from high pasture quality in the wet season, to low quality - 3 -

49 at the end of the dry season. The model allows the user to select the most appropriate

- 50 curve for the season and location.
- 51

52 Estimating energy requirements of cattle

53 The gross energy (GE) of the diet is calculated using the equation:

54 GE (MJ/kg) =
$$15.16+4.54$$
(GED/100) (2)

where GED is the gross energy digestibility expressed as a percentage. Digestible
energy (DE) is simply:

57
$$DE (MJ/kg DM) = GE(GED)$$
 (3)

58 where GED is calculated for a given week post-November 1st according to Figure 1.

59 Metabolizable energy (ME) is given as:

- 61 Metabolizability (q) is then calculated for a diet as ME/GE.
- 62

63 Maintenance and activity

Energy requirements of cattle are calculated from the combined energy requirements for maintenance (fasting metabolism, activity and eating), growth, lactation and pregnancy. Fasting metabolism (F) is given in ARC (1980) as:

67
$$F(MJ/d) = C1\{0.53(LW/1.08)^{0.67}\}$$
 (5)

68 where C1 =1.15 and 1.0 for bulls and other cattle, respectively, of *Bos taurus* breeds

and 1.05 and 0.8 for bulls and other cattle, respectively, of *Bos indicus* breeds. The

- 70 lower fasting metabolism for *Bos indicus* cattle is based on data from Vercoe (1970)
- showing an approximate 20% lower fasting metabolism for Brahman versus British
- 72 cattle. Activity allowance (ARC, 1980) is given as:
- 73 Activity allowance $(MJ/d) = (D \times LW \times 2)/1000$ (6)

where D is the distance travelled in km/d. The eating allowance is taken from SCA (1990);
Eating allowance (MJ/d) = (0.006DMI) x (0.9GED) x LW (7)
The sum of equations 4, 5 and 6 comprise NE for maintenance. ME for maintenance is used with an efficiency (k_m) which is dependent upon q:

79
$$k_m = (0.35q) + 0.503$$
 (8)

80 Similarly, efficiencies of utilization are also used for growth (k_f) and lactation (k_l) :

81
$$k_{f=}(0.78q) + 0.006$$
 (9)

82
$$k_{l} = (0.35q) + 0.42$$
 (10)

83 *Growth*

84 A quadratic equation is used to predict energy value of weight gains (EV_g)

85
$$EV_g (MJ/kg) = \frac{C2(4.1 + 0.0332LW - 0.000009LW^2)}{(1 - C3 \times 0.1475\Delta LW)}$$
 (11)

87

where C3 = 1 when plane of nutrition > 1 and C3 = 0 when plane of nutrition <1. C2 is a correction factor for the energy value of different breeds according Table 1. Daily energy retention is given by:

91 Daily energy retention
$$(MJ/d) = \Delta LW \times EV_g$$
 (12)

92 Net energy for maintenance, activity and weight change is the sum of equations 4, 5, 693 and 10.

For cattle the dietary ME intake (MEI) is a function of the ME content of the diet (MJ/kg DM) and the diet dry matter intake (DMI):

96 MEI
$$(MJ/d) = DMI \times ME$$
 (13)

For a given MEI intake a certain level of production (gain, pregnancy or
lactation) can be attained once the requirements for maintenance have been accounted
for.

100	For growing cattle, the ME required for maintenance and production can be
101	estimated according to the general relationship in ARC (1980):
102	ME (MJ/d) = E/k. (14)
103	where E is the net energy of maintenance and production and k is the efficiency of
104	utilization of ME. The model uses a variant of this relationship to account for
105	differential efficiencies of utilization for maintenance and production and the effect of
106	plane of nutrition:
107	MEmp (MJ/d) = (E _m /k) x ln{B/(B-R-1)} (15)
108	where E _m is the sum of fasting metabolism and activity,
109	$\mathbf{B} = \mathbf{k}_{\rm m}/(\mathbf{k}_{\rm m} - \mathbf{k}_{\rm f}),\tag{16}$
110	$k = k_m x \ln(k_m/k_f), \qquad (17)$
111	R is calculatede from :
112	$E_{f} (MJ/d) = C4(EVg \times \Delta LW) $ (18)
113	where $E_{\rm f}$ is the net energy of gain, C4 = 1.15 for bulls and castrates and 1.10 for
114	heifers, and then:
115	$R = E_f / E_m \tag{19}$
116	
117	Lactation and pregnancy
118	Net energy content of milk is based on a prediction of milk yield and composition
119	over an entire lactation for Bos indicus x Bos taurus (Hunter and Magner, 1988) as
120	shown in Figure 2. Selecting between 1 and 3 the user can input a specific milk
121	energy content curve with peak milk production varying between 5 and 7 kg/d. ME
122	requirement for milk production is given by
123	$ME (MJ/kg) = NE_{milk} x k_l $ (20)
124	where kl is defined in equation 10.

125 Net energy content of the foetus and adnexa (concepta) throughout pregnancy 126 is based on the relationship used in ARC (1980) according to the equation: $NE_{pregnancy}(MJ/d) = 0.125e^{0.01978x}$ 127 (21) where x is days from conception. Efficiency of utilization of ME for concepta is 128 129 assumed to be 0.133. 130 Total ME requirement for lactating cattle is the sum of requirements for maintenance, activity, growth, lactation and pregnancy. For both the growing and 131 132 reproductive animal, weight change is dependent upon the ME available from the diet 133 after accounting for maintenance, and in the case of reproductive cattle, lactation and 134 pregnancy. 135 Estimating dr matter intake 136 Potential pasture intake can be calculated using three options. In the first the ARC (1980) equation can be used relating DMI to LW and diet quality: 137 $DMI = {(106.5q) + 24.1) \times LW^{0.75}}/1000$ 138 (22)139 Alternatively the SCA relationship can be used, which also related DMI to body 140 weight and diet quality: 141 DMI (kg/d) = (0.025 x LW x (1.7 -LW/MLW x (1 - (1.7 + (0.64 - GED)))))(23)142 where MLW is mature LW. 143 Finally, in accordance with data for tropical diets (D.B. Coates, pers. comm.) 144 the option exists to select DMI as 0.8 of the SCA estimate of DMI. 145 Having estimated potential DMI, actual DMI is calculated as a proportion of 146 potential DMI according to the pasture DM yield. As yield declines, so too does the ability of the animal to reach its potential DMI based solely on forage quality. A 147 148 range of relationships, depending upon pasture type, can be selected (Figure 3). These

149 relationships have been taken from the literature (Coleman, 2005; based on Rayburn,

150 1986) and based on personal observations of J.O. Carter (pers. comm.).

151

152 **Supplementation**

The model simultaneously estimates performance and methane emissions without or 153 154 with supplementation. Essentially, a minimum rate of LW gain can be entered on the 155 inputs screen. If pasture cannot meet the ME requirements for this level of LW gain, 156 the model calculates the amount of supplement required. A substitution effect is 157 included which is positive (i.e. the supplement has a positive effect on pasture intake) 158 below a digestibility of 50%, and negative above 50% digestibility (i.e. the 159 supplement has a negative effect on pasture intake). The relationship is described by 160 the equation:

161 Substitution rate
$$(kg/kg) = -2.32 - 2.25/(1 - 0.038GED)$$
 (24)

162 Estimating methane emissions

There are few data available for enteric emissions of methane from tropical forages.
Thus, the model can utilize an equation based on diet quality of temperate forages
using a relationship between digestibility and methane (Benchaar et al. 2001):

166 Methane
$$(g/kg DM intake) = -1.689 \times GED + 137.3$$
 (25)

167 Alternatively, the model can predict methane from DMI, according to AGO 168 guidelines using the original equation of Kurihara *et al.* (1999), but with the 169 corrections reported by Hunter (2007):

170 Methane
$$(g/d) = 34.9 * DMI (kg/d) - 30.8$$
 (26)

171 Finally a modification of the above relationship, which includes more recent results

172 from cattle offered a poor quality tropical grass supplemented with urea can be used:

173 Methane
$$(g/d) = 35.16 * DMI (kg/d) - 34.8$$
 (27)

175 **Property and regional level dynamics**

The property and regional component of the modelling approach incorporates animal LW gain and methane emissions into a herd structure based on typical trading enterprises. Economic and physical data from the annual ABARE farm surveys database (<u>http://www.abareconomics.com/ame/mla/mla.asp</u>) were used to describe a typical trading enterprise for each region based on the ABARE Australian broad acre zones and regions (Figure 4).

Data collected for specialist beef properties for each region are given in Table 2. The diet digestibility profile (Figure 1) was assigned to each bio-region based on annual live LW gain data from a recent industry survey (Bortolussi *et al.*, 2005). Key modelling inputs used to characterise the representative properties and industry structure for each region are presented in Table 2.

187 Data on property herd sizes and variable costs for each region were incorporated 188 in a herd economic budgeting model; Breedcow and Dynama herd budgeting software 189 (Queensland Department of Primary Industries and Fisheries 2004). The calculation 190 of property herd and regional methane emissions required a number of iterative steps 191 between the NABCEMS and Breedcow models. First, the predicted live weight gains 192 from the animal component of NABCEMS were used to derive animal sale prices by 193 age class (i.e. weaners, steers, heifers and culled cows and bulls) using 5 year average 194 saleyard prices from the MLA National Livestock Reporting Service (Table 3). The 195 NABCEMS model calculates net saleyard prices after deducting transport, marketing 196 commission and yarding costs. Second, net animal prices are manually entered into 197 the herd economic model to maximize gross margin for a given marketing option (e.g. 198 Japan Ox). The corresponding steady state herd outputs (i.e. animal age class cohorts) 199 are then used as inputs in NABCEMS to calculate property LW gain and methane

200 emissions. Regional level statistics were also generated based on the total number of

- 201 properties within each region.
- 202

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241	

Table 1. Correction factors (C2) for energy value of BW gains in different breeds

	Bulls	Castrates	Heifers
Early maturing	1	1.115	1.3
Medium maturing	0.85	1.0	1.15
Brahman cross	0.75	0.9	1.05
Brahman	0.7	0.85	1.0

Table 2. Key industry input parameters for	r the & bioregions included on the model
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Input variables	Southern speargrass	Brigalow	Northern speargrass	Mitchell grass (W. Qld)	Mitchell grass (E. Qld)	Victoria River District	Barlky Tableland	Kimberley	Pilbara
Stocking rate (Ha/head) ^A	5	6	14	26	14	18	30	32	73
Digestibility profile $(1-10)^{B}$	1.43	3	1.7	1.8	1.8	0.8	0.8	1.3	0.9
Biomass yield (kg/ha at end of wet season) ^C	1700	2000	1450	1100	1100	2000	1100	1500	500
Branding rate (%) ^A	67	71	59	62	76	61	62	60	59
Death rate – cows and steers $(\%)^{A}$	2	2	3	4	6	4	3	3	3
Number of properties ^A	2143	2059	482	188	432	64	28	51	101
Average herd size (AE) ^A	500	900	3000	6000		9500	17500	7500	3200
Distance to market (km) ^B	200	200	200	300	200	300	300	400	500
Key markets ^B	Domestic & export slaughter	Domestic & export slaughter	Domestic & export slaughter	Domestic & export stores	Domestic & export stores	Live export	Live export, domestic stores	Live export	Live export
Annual LWG (kg/year) ^D	132	183	141	145	145	110	111	127	114
Industry survey region and pasture type ^D	Speargrass	Brigalow	Speargrass	Mitchell grass	Mitchell grass	Ribbongrass	Mitchell grass	All spp.	Spinifex

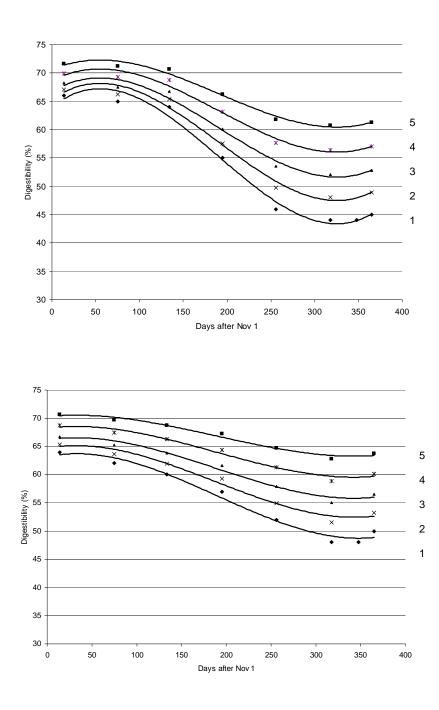
^AABARE survey data, Beef specialists, 5 year average (2000-2005) ^BCharmley et al., (2008) ^CHall et al (1988) ^DBortolussi et al. (2005)

Weight for Age	LW (kg)	LW (kg)	Age (yrs)	Age (yrs)	Prices
	min	max	min	max	\$/kg
Domestic feeder (heifer)	180	330	1.00	1.50	1.86
Domestic feeder (steer)	180	330	1.00	1.50	2.01
Stores/feeder (export)	300	480	1.00	2.50	1.92
EU export	430	620	1.50	2.50	1.80
Japanese Ox export	510	700	2.00	4.50	1.86
US manufacturing	330	800	2.50	5.00	1.61
Live export (light)	230	400	1.00	4.00	1.80
Live export (heavy)	400	500	1.00	5.00	1.65

Table 3. Weight for age specifications and saleyard prices (5 year averages)^A

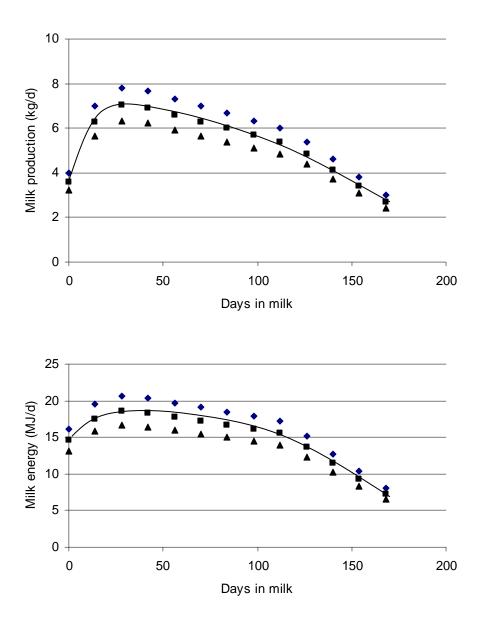
^ADerived from Meat and Livestock Australia (<u>www.marketdata.mla.com</u>); New South Wales Department of Agriculture (<u>www.agric.nsw.gov.au/tools/cattle</u>); Bortolussi *et*

251 al. (2005c).



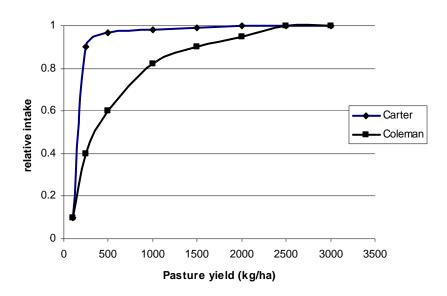
253

Fig. 1. Changes in gross energy digestibility over the season for high (top graph) and low (bottom graph) rates of decline in digestibility over time. Lines represent a gradation in overall forage quality from very low (quality index 1) to very high (quality index 5).



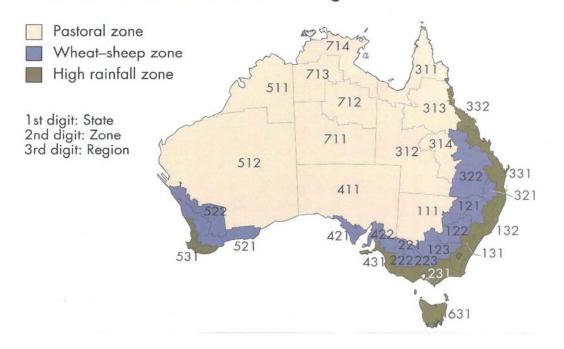
260 Fig. 2. Milk production and milk energy curves for three levels of milk production





267 268 Fig. 3. Relationship between DM yield and potential intake for high (Coleman) and 269 low (Carter, pers. comm.) relative availability

Australian broadacre zones and regions



ABARE zone	Northern Australia beef industry bio-region	Geographic description			
331	Southern speargrass Southern Queensland coastal – Moreton				
322	Brigalow	Darling Downs and Central Highlands of Queensland			
313	Northern speargrass	North Central Queensland			
312	Mitchell grass (western)	Western and Southern Western Queensland			
314	Mitchell grass (eastern)	Charleville-Longreach Queensland			
713	Victoria River District	Katherine-Victoria River District			
712	Barkly Tableland	Barkly Tablelands			
511	Kimberley	The Kimberley			
512	Pilbara	Pilbara and central pastoral Western Australia			

274	Fig. 4. ABARE broadacre zones and regions
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