



# Implementation of 2025 National Breeding Objective Review

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# Increasing net farm profit through...

## Balanced Performance Index (BPI)



### Eg. BPI of 300

On average this animal returns \$300 more income over feed/herd costs. The average is 0.

## Health Weighted Index (HWI)



Index units

### Eg. HWI of 280

This animal is 280 units greater for health and fertility traits.

## Sustainability Index (SI)



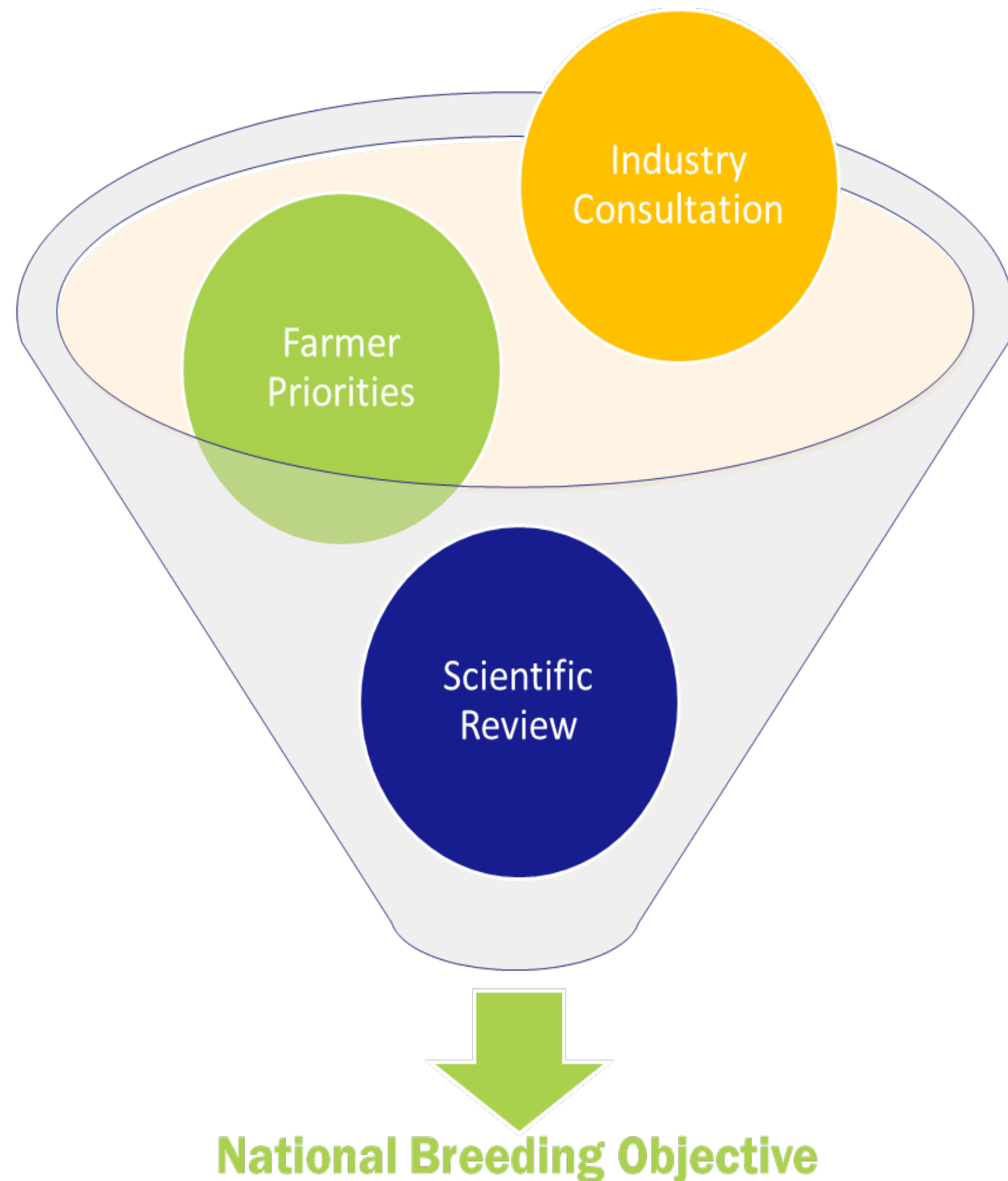
Index units

### Eg. Sustainability Index of 250

This animal is 250 units more efficient for emissions intensity than average. The average is 0.

*DataGene reviews the NBO every 5 years to ensure it remains relevant for Australian dairy farmers.*

# How we develop the NBO

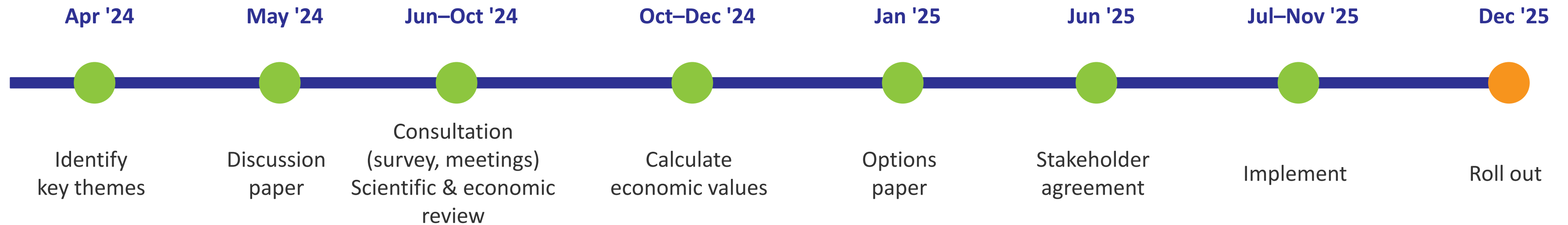


- Farmer Priorities — what traits matter most to producers
- Industry Consultation — engagement across the supply chain
- Scientific Review — economic values & genetic statistics

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*...and we continue to evolve, as farmers do.*

# Review & Implementation Timeline



# Scale of Consultation

**255**

**Survey participants**

Broadly aligned with national demographics

**20**

**In-depth interviews**

Focused qualitative sessions

**217**

**Dairy farmers**

Phone & online survey

**138**

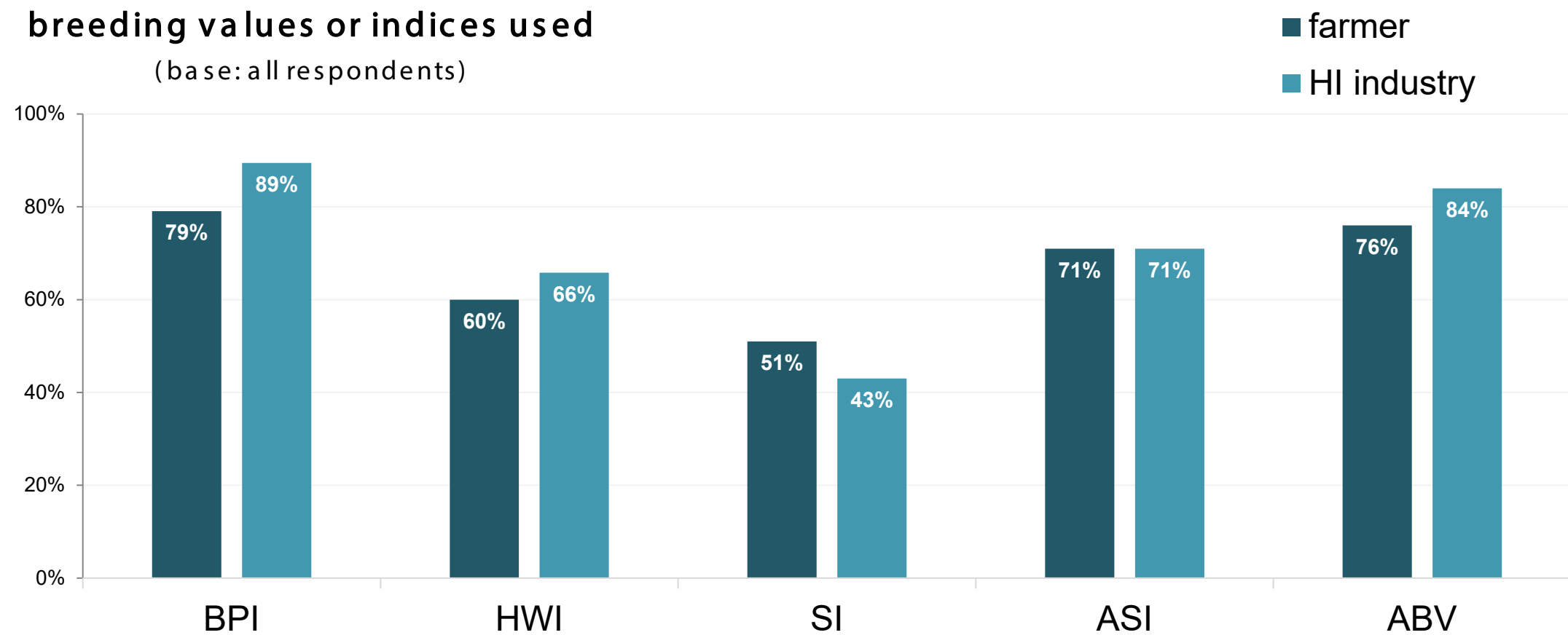
**Stakeholder meetings**

28 events across Australia

# Use of Australian indices

88% dairy farmer  
92% HI personnel

respondents use at least one of the BPI, HWI, SI, ASI or ABVs when selecting AI sires.



# Key Findings – Farmer Survey

## Strong support for BPI

Farmers value the balanced approach to profitability

## Seasonal calving index wanted

Include calving ease and gestation length in seasonal calving index

## No Jersey-specific index

Low level of support; existing indices considered adequate

## Production is still important

Keep it simple — don't over-complicate the indices

## Feed Saved ABV is not well understood

Naming and expression of the trait is confusing to some

## Interest in regional and system-specific indices

Indecisive regarding the TMR-specific/subtropical index

## Update 1

# Update Pricing for Milk Components & Inputs

## 1 Forecasted milk prices

Use 2025–2029 projections to better reflect current market conditions

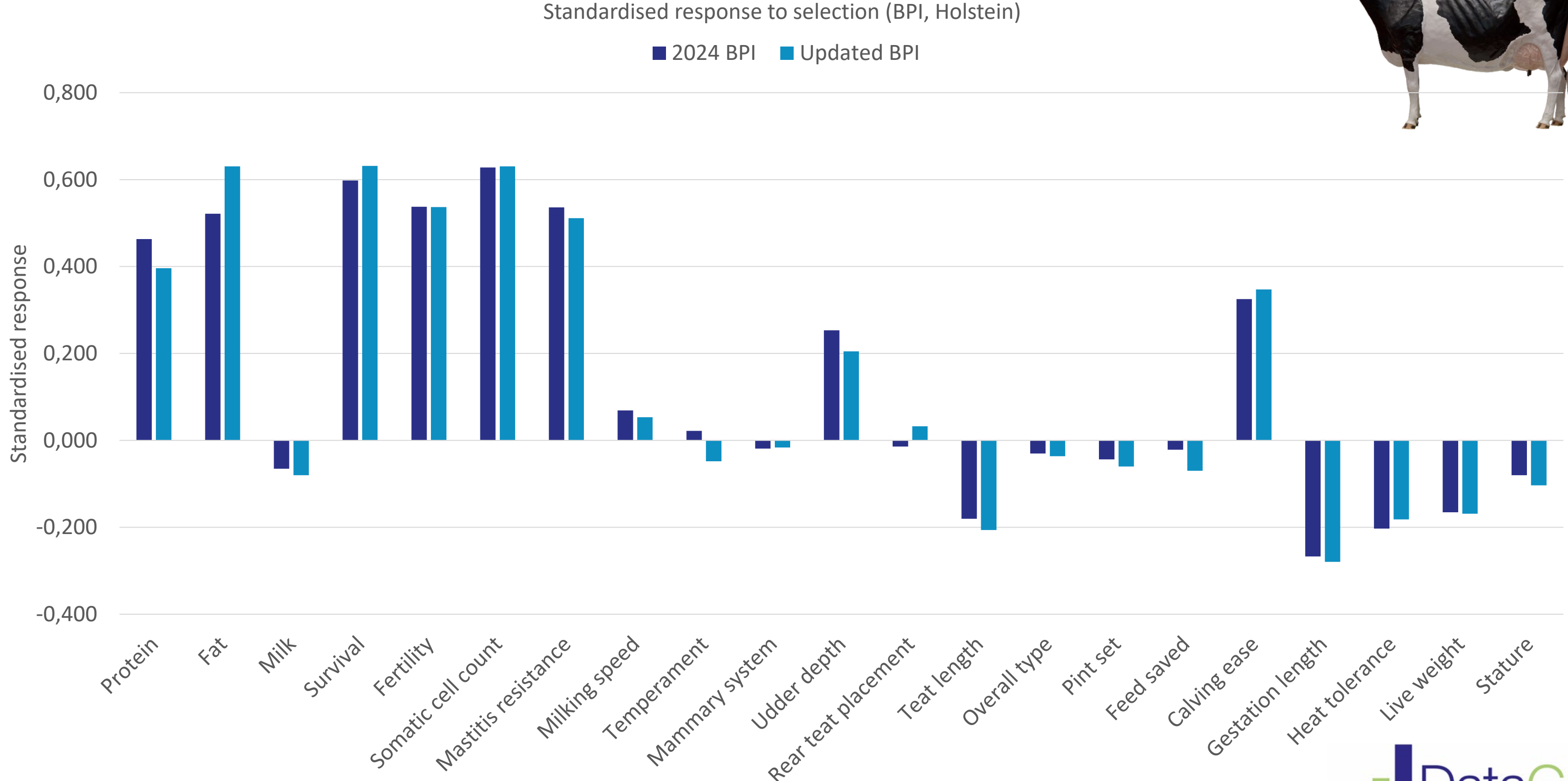
## 2 Protein : Fat ratio

Rebalanced from 2:1 → 1:1 to reflect evolving market values

## 3 Feed, input & labour costs

Updated to reflect current on-farm cost structures

# Example change in BPI (Holstein)



## Enhance HWI — Increase Seasonal Focus



### New traits added to HWI:

+ Calving Ease

+ Gestation Length

### Why it matters:

Seasonal calving herds are a key production system in Australia. These changes allow the HWI to better reflect the profitability drivers for those farms.

## Update 3

# Update the Genetic Evaluation Base

### ICAR guidelines

Include all animals in the Genetic Evaluation System

### 5-yearly base rolls

Commence regular 5-yearly base updates

### What this means for ABVs

- Smaller Fertility ABV values (Holsteins)
- Big drop in Milk ABV (Jerseys)
- Smaller ABV values for most other traits
- Change in animal rankings expected


The NBO must evolve over time in response to the changing needs of dairy businesses, new knowledge and breeding technologies. As the NBO evolves, so do the indices. DataGene has a policy to review every five years the NBO and the index formulated to meet this objective.


The purpose of the 2024/25 NBO review is:


- To ensure the NBO which is aimed at driving on-farm profit, still remains relevant.
- To maintain an index (or indexes) based on strong scientific principles which are in line with farmer preferences and meet the agreed NBO.





## Resources


 [Fact sheet – NBO recommendations \(March 2025\)](#)


 [Technote - Updates to BPI, HWI and SI 2025](#)


[2019/20 NBO review resources](#) 


 [Options paper \(January 2025\)](#)

 [Technote - Updating the base](#)

[2014/15 NBO review resources](#) 

 [Fact sheet - NBO consultation findings \(October 2024\)](#)

 [Discussion Paper - NBO review 2024/25 \(June 2024\)](#)

 [Fact sheet - NBO review 2024/25 \(May 2024\)](#)



## Key Takeaways

- Extensive 18-month review engaging 255+ farmers, 138 stakeholder meeting participants
- 3 core recommendations: updated pricing, enhanced HWI, and base update
- All changes implemented — December 2025 public release
- Robust communications plan in place for industry and producers

# Thank you!

It's a team effort!

**Thanks to the 255 survey respondents, 20 focused interview participants, 138 people participating in the stakeholder meetings**

**Genetic Evaluation Standing Committee:** Tim Jelbart (past Chair), Sam Simpson (current Chair), Daniel Abernethy, Andrew Aldridge, Janet Auchterlonie, Glen Barrett, Steph Bullen, Rohan Butler, Rob Derksen, Thuy Nguyen, Trevor Parrish, Jennie Pryce, Bruce Ronalds, Matt Shaffer, Tim Weller, Bryan Dickson.

**Research team:** Michelle Axford, Heather McLaren (Dairy Australia), Lee Monks, Jo Newton (Agriculture Victoria), Matt Shaffer, Daniel Watson (Down To Earth), Thuy Nguyen, Gert Nieuwhof, Peter Thurn, Peter Williams, Jo Bills (EverAg), Majid Khansefid, Mekonnen Haile-Mariam, Vinzent Boerner, Mary Abdelsayed, Erica Jewell.

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**Data sources:** Data processing centres, herd recording farmers, Dairy Farm Monitor Program, EverAg.

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