



Costs of Production Work Package 7

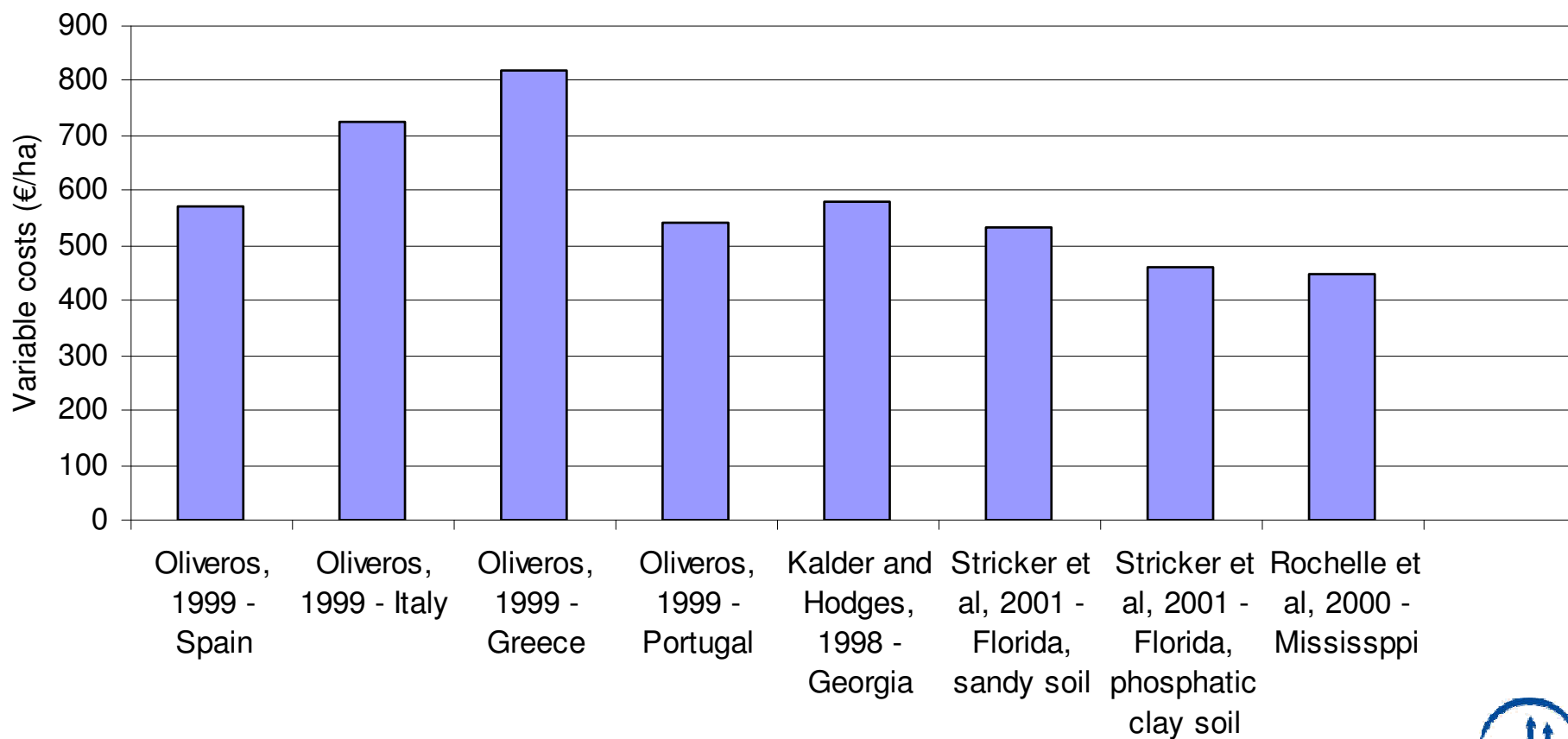
Dr Sarah Cook



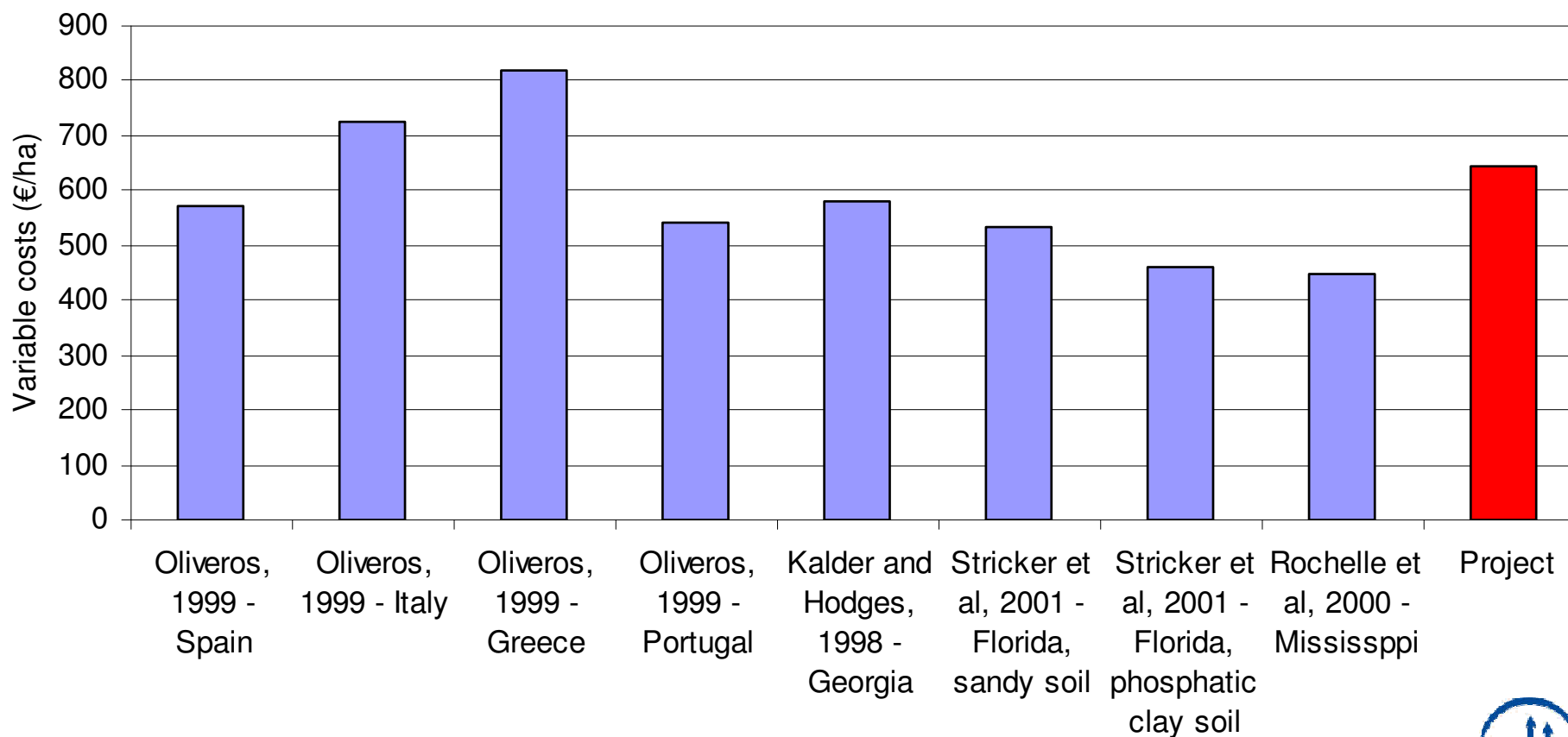
Production costs

- What it costs to grow the crop
- Input costs and the cost of application

Production costs – published data



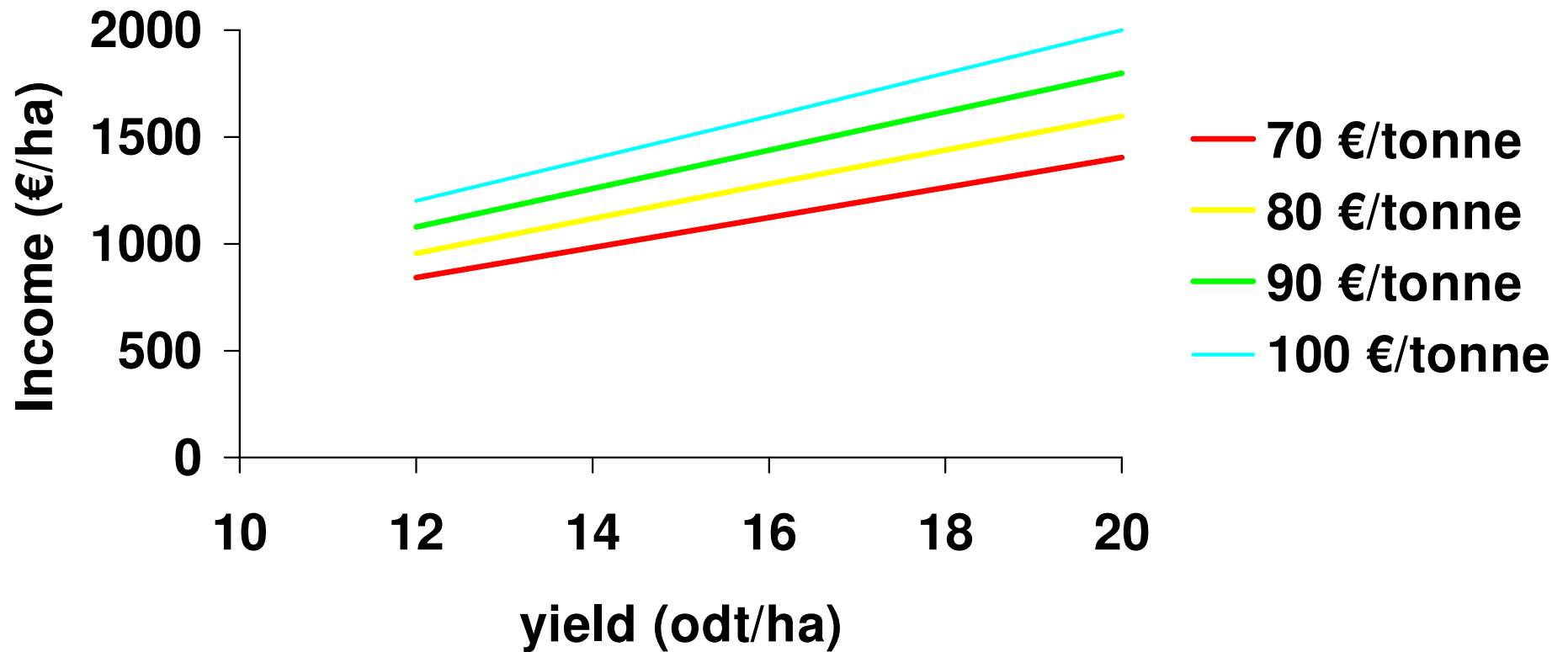
Production costs – published data



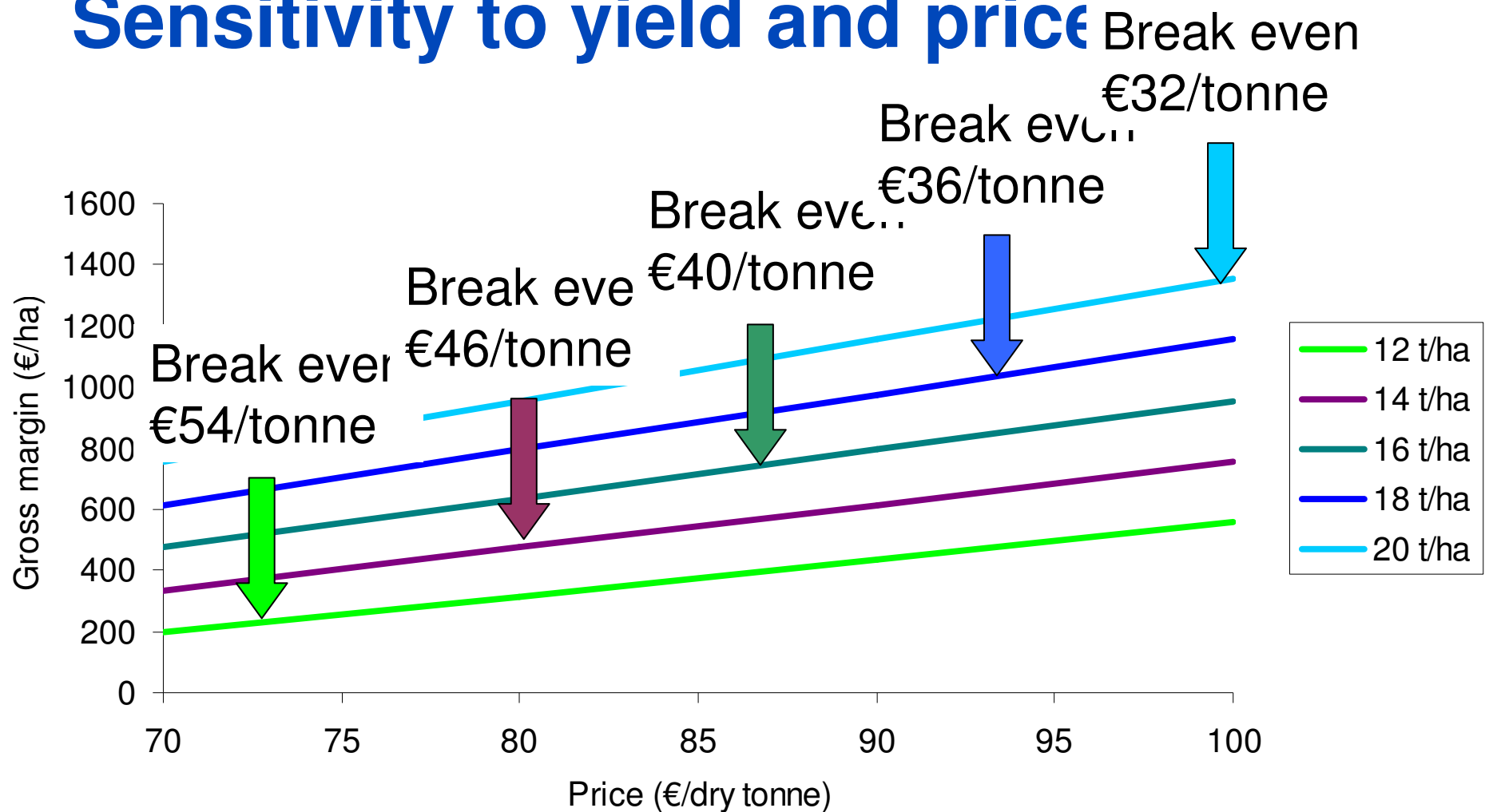
Expected price from Kenaf

€70-100/tonne

Income



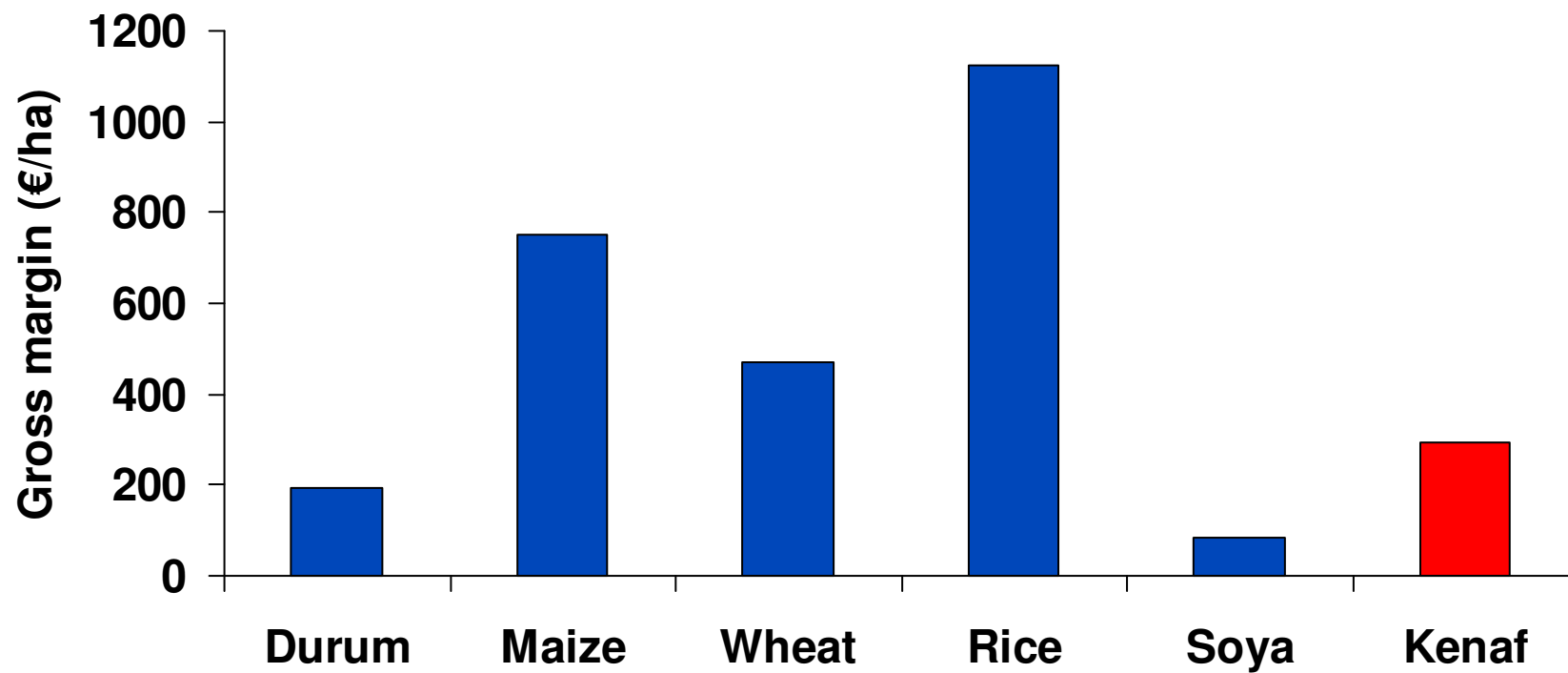
Sensitivity to yield and price



Comparisons with other crops

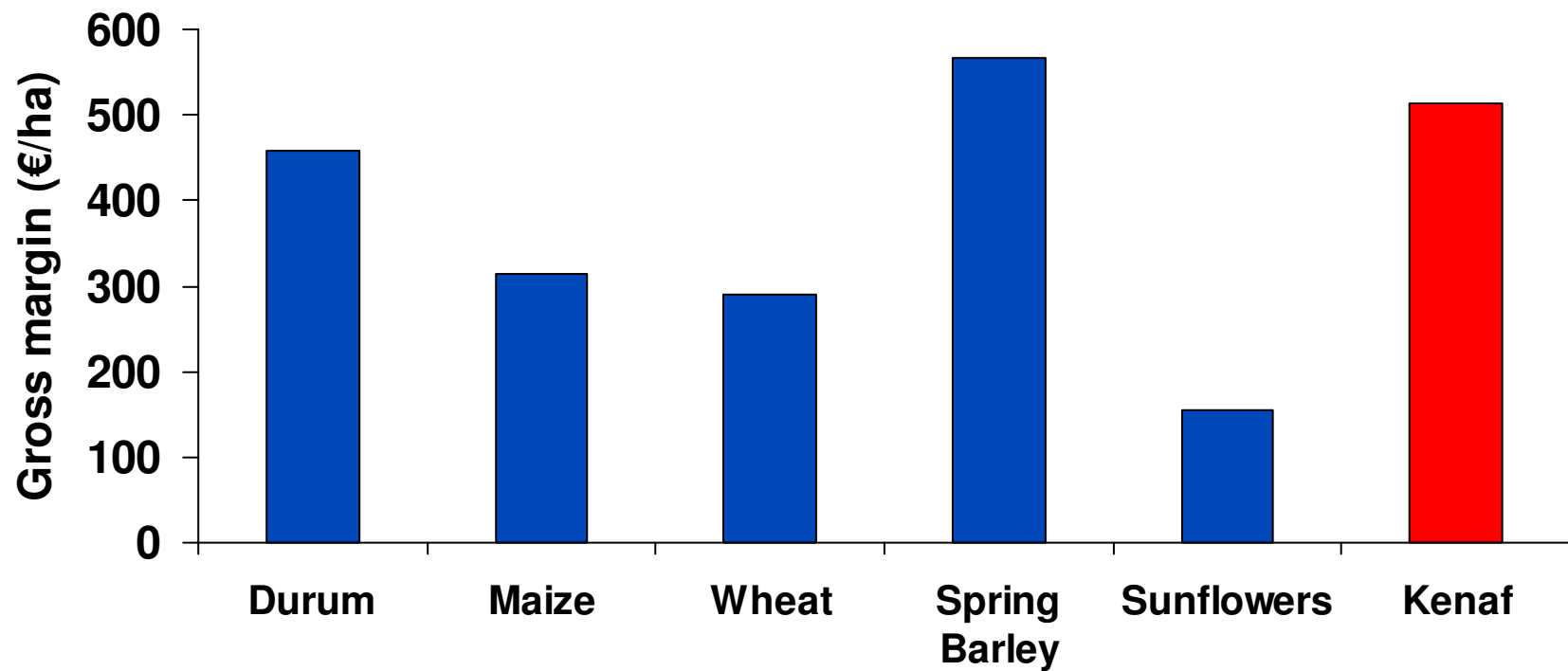
- **Gross margins presented without support payments**
- **Kenaf is gross margin for the country**

Comparative gross margins Italy



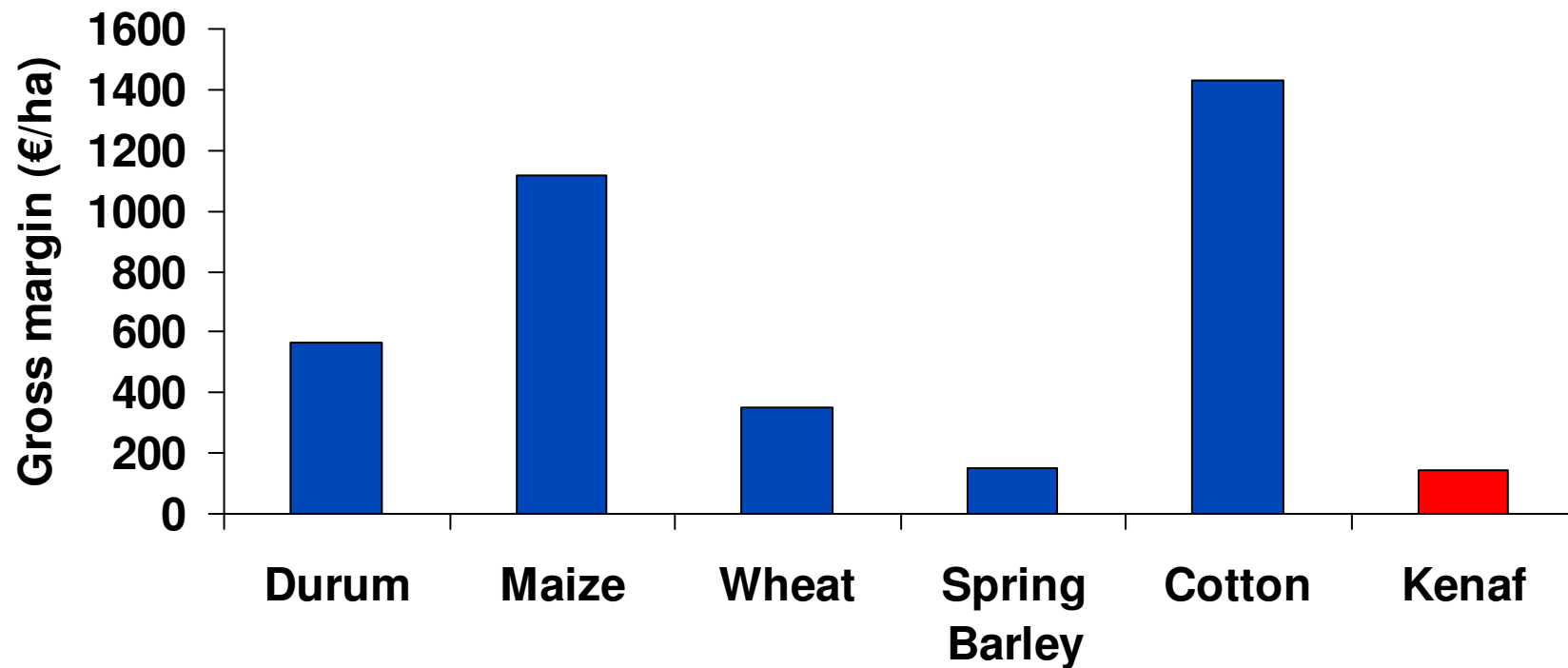
Comparative gross margins

Spain



Comparative gross margins

Greece



Conclusions

- High yields of 18 t/ha and above may be economically viable for Kenaf on large farms
- Moderate yields of 14 t/ha will be economically viable for Kenaf if the product price is €80/odt.
- Irrigation has a high cost