

6 February 2018

Press Release

AUSTRALIA PARTNERS WITH FAUJI FOODS TO SET UP MILK COLLECTION CENTRES IN PUNJAB

The Australian Government-funded Market Development Facility (MDF) and Fauji Foods Limited signed a partnership today to establish 20 milk collection centres in rural Layyah and Muzaffargarh, Southern Punjab.

Australia's High Commissioner to Pakistan Margaret Adamson joined Chief Operating Officer Fauji Foods Aamir Khwas at a signing ceremony at the Fauji Foods factory in Bhalwal.

High Commissioner Adamson welcomed the joint investment by Australia and Fauji Foods which will expand Pakistan's formal milk procurement network and increase incomes for smallholders. Extending the commercial network for milk procurement will help to address Pakistan's annual milk supply-demand gap of 3.5 billion litres. The milk collection centres will also deliver critical information to farmers on best practice in milking, vaccination and animal husbandry.

"Australia is pleased to be working with Pakistan's progressive private sector to drive economic growth and assist Pakistan's efforts to alleviate poverty," Ms Adamson said. "By connecting smallholders with commercial markets, the milk collection centres will attract better quality milk and provide a better rate for farmers for their product," she said.

Australia's development cooperation partnership with Pakistan is focused on reducing poverty through economic growth and human development. Investment in the private sector, nutrition and gender equality are key priorities, and are linked to this catalytic new initiative.

Aamir Khwas highlighted the importance of the partnership. "Farmers can significantly benefit from an extension service which will educate them about the best husbandry practices and benefits of pro-active vaccination and de-worming," Aamir Khwas said.

MDF is the Australian Government's private sector development program in Pakistan. Since 2013, MDF has partnered with 46 Pakistani businesses in the dairy, meat, leather and horticulture sectors and is now expanding into new sectors in support of business services and sustainable technologies.

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