Three calves for 1p

Farmer in despair as price hits rockbottom

By ARUP BISWAS

WHEN Dean Sully sold three of his calves at auction in 1993, they earned him £684.

Seven years on, the struggling dairy farmer has just received 1p for three similar animals.

The calves, which would once have been sold to veal producers overseas, have been rendered effectively valueless by the ban on British beef exports.

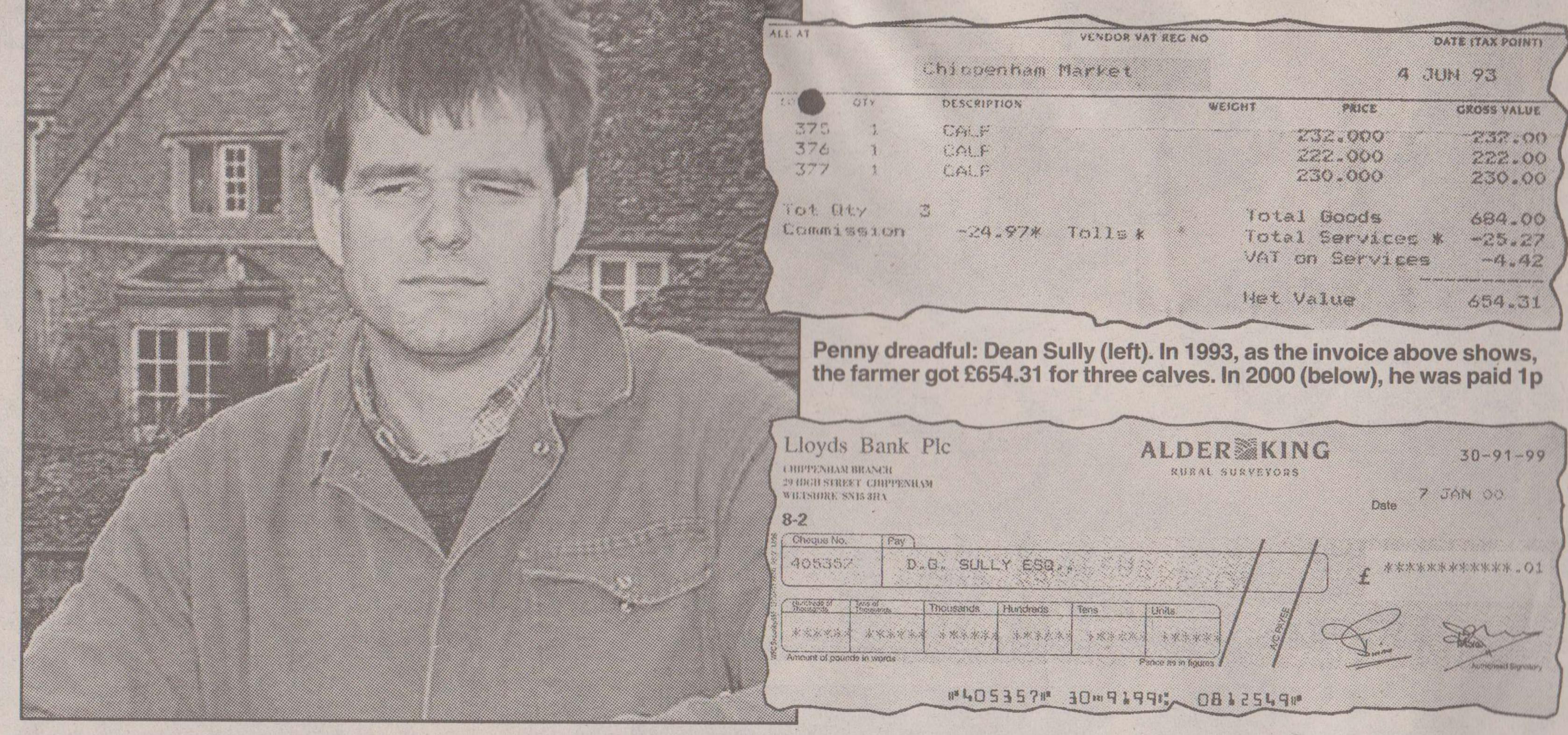
'They were strong and well looked after,' Mr Sully, 37, said yesterday.

'It would have been cheaper for me to have them shot on the farm. But I couldn't bring myself to do that.'

Until last summer, the Government would have paid Mr Sully £52.19 for each calf. But then it abandoned the Calf Processing Aid Scheme, under which the subsidy was paid.

The father of one is one of many farmers across Britain who fear the withdrawal of aid and plummeting milk prices will force them out of business.

Mr Sully has scraped by since



1996 by running a bed and breakfast business on his farm at Thingley, Wiltshire. But he admits the money from that and his wife's work as a physiotherapist may not be enough to keep him afloat.

'I sold the three calves last Friday for £6 but after commission all I received was a cheque for 1p,' he said.

'I think the people who buy them take them to abattoirs for the skins and for dog food.' Mr Sully

blamed the supermarket giants for forcing down milk prices.

'I use to sell a litre for 25p but now I get just 16p,' he explained.

'In terms of efficiency my farm is among the top ten milk producers in Britain but I am in a situation where I may have to get out of farming all together. Even if I do, I don't know if I'll have enough to cover the borrowing on the farm.'

Tom Bewley, of the National Farmers Union, said Mr Sully's

experience was typical. 'Some farmers are in the situation where they are getting less back on capital investments than if they had simply put the money in a building society.

'They're not getting a fair price for their milk and with the loss of the subsidy they are in a terrible situation.'

The Meat and Livestock Commission confirmed that prices of male dairy calves had dropped

dramatically since the aid scheme, introduced to compensate farmers for the loss of the foreign market, ended last July.

A Ministry of Agriculture, Fisheries and Food spokesman said: 'The European Commission ruled that the scheme would end in November 1998 but the Government chose to extend it to July 31 1999 because of the serious market conditions. No case was presented to extend it further.'