

Morridge Hill Country - ELM Landscape Recovery Pilot Project

Ambition - to provide hope & inspiration for enhancing biodiversity in one of the worlds most visited national parks

Key partners:







15 + Farmers, land managers & owners



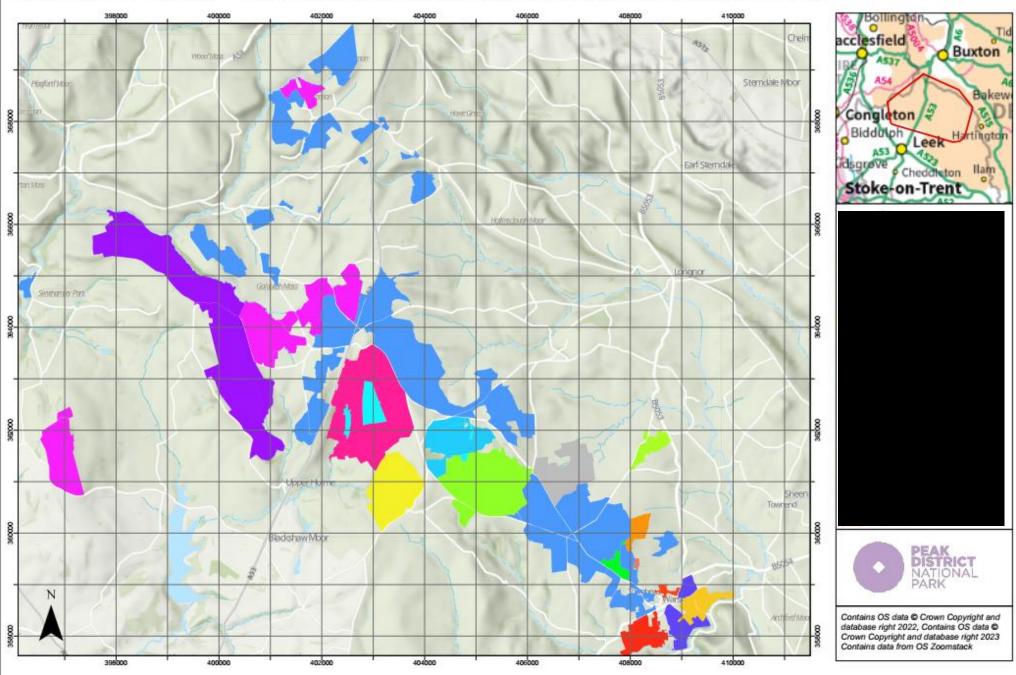
Working with: farmers, land managers & landowners across 2,600 + ha to create a 'bigger, better, and more connected natural landscape which sequests & stores more carbon

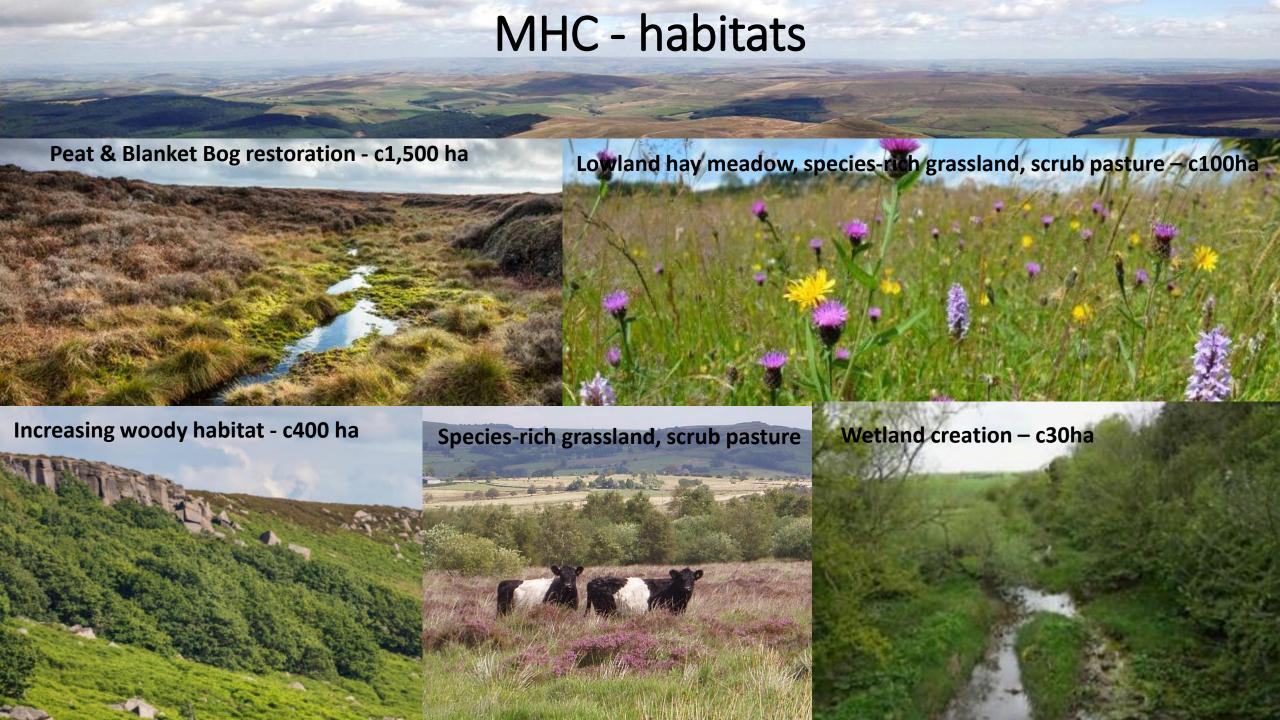
By developing:

- novel private finance access for family farms
- sustainable farm business model including option analysis for landscape recovery
- artificial intelligence "AI" to baseline land type & natural capital
- restoration vision into an investable proposition

Enhancing - local sustainable food production, cultural heritage, access, engagement & special qualities **Defra Contract** – 1 May 2024 to 30 April 2026 - £750k for 2 year Development Phase – no capital works **Aim** - to develop a successful model which leads to a 20 to 30 year delivery phase.

Morridge Hill Country – Landscape Enhancement in the Staffordshire Moorlands Project







MHC - novel private finance access for family farms

Challenge: to develop a route for farmers (tenants) to access private £'s

Concerns:

- **Uncertainty** of income potential lack of direct comparables
- Lack of confidence in market rules green washing, due diligence, tax
- Long term commitment succession planning
- Integrating food production
- Aggregation of holdings & need for trust for financial relationships
- Tenanted land who "owns" what?
- Farmer capacity & expertise
- Potential future **insetting requirements** (Carbon) "Save it for the supermarket"
- Payment level what will it take?
- Lack of **trust** of national/international business investment might there be more confidence in sector related & local businesses greater investment/emotional connection to the place?

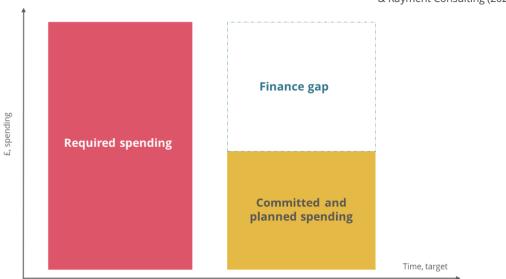
Trusted local advice, support & whole farm approach - vital

Aim: simple, easy access to private £'s for a farmer

Pump Farm – develop local hub & exemplar demonstration farm

UK nature finance gap – £56billion - private £'s

Source: GFI, eftec, & Rayment Consulting (2021)





2022



2031

MHC - sustainable farm business model

Opportunity of a generation

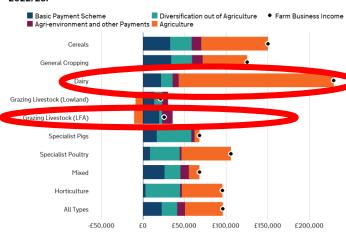
- Consistent clear messaging needed from Government & partners
- Focus on landscape recovery (nature recovery, climate change, water quality/quantity/flow, cultural heritage, access, engagement)
- Landscape recovery & sustainable food production but less stock
- Role of Protected Landscapes at the heart of nature recovery

How - Option analysis for landscape recovery & what it might look like for the farm business budget?

- Current farm system
- "Utopia" nature recovery (carbon management)
- New approach what is practical & how far is the farmer/land manager prepared to go?
- Consider both revenue, capital £'s including infrastructure

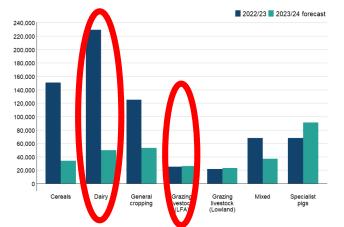
3 Farm Business Income by Cost Centre

Figure 3.1 Cost Centre breakdown for Farm Business Income by farm type, 2022/23.



1 Farm Business Income by farm type

Figure 1.1 Average Farm Business Income (£ per farm) by farm type, England 2022/23 and 2023/24 forecast

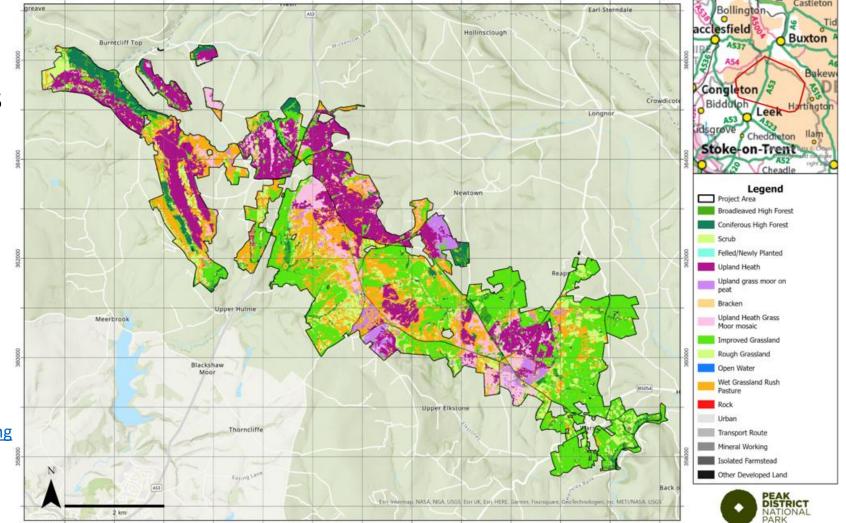


MHC - artificial intelligence "Al"

Further development of AI with Cranfield University to:

- Baseline land type/habitats
- Baseline natural capital
- Model habitat changes
- Model landscape change going forward
- 1991 what took 4 people 6 mths – now done in 1 day
- For more info see Remote Sensing
 | Free Full-Text | Multi-Stage Semantic
 Segmentation Quantifies Fragmentation of Small
 Habitats at a Landscape Scale (mdpi.com)

Morridge Hill Country - Landscape Enhancement in the Staffordshire Moorlands Project - Land Use & Cover



MHC - restoration vision into an investable proposition

Working with a Green Finance Consultant

- review green finance opportunities & design business model to deliver the nature restoration vision for MHC
- the business model will outline the following:
 - costs of delivery over the life of Landscape Recovery grant agreement (bespoke > 20 years)
 - sources of **private investment** e.g. income over the life of the project, unit based payments (Peatland & Woodland), upfront investment from private organisations place based £'s
 - conditions of any private investment repayment terms or monitoring/reporting, due diligence
 - how cash flow will be directed to capital projects
 - how **public funds** can be used to make the project financially viable
- market volatility e.g. risks to the projected cashflow
- legal complexities special purpose vehicle, aggregation model?

				Project Development					
	Identify Opportunities	Technical Feasibility	Commercial Feasibility		Readiness + Aggregation	Implementation Finance	Optimisation	Performance Management	
St	trategic Planning	Whole Farm Business Plan Advisor]

