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² Graphical Abstract

³ **An exploratory analysis of the influence of resource use on the yield**
⁴ **verse quality trade-off in Australian vineyards**

⁵ Bryce Polley



⁶ Highlights

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¹⁰ • Research highlight 1

¹¹ • Research highlight 2

12 An exploratory analysis of the influence of resource use
13 on the yield verse quality trade-off in Australian
14 vineyards

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16 **Abstract**

17 *Keywords:* Keyword one, keyword two

18 *PACS:* 0000, 1111

19 *2000 MSC:* 0000, 1111

20 **1. Introduction**

21 The global focus on sustainability in agronomic industries has changed the
22 way in which these enterprises do business. When strategies for a sustainable
23 winegrowing industry are assessed, there is a trade-off between balancing the
24 amount of resources invested and the resultant yield verses quality produced.
25 This dilemma exists across agriculture through shared fundamental consider-
26 ations such as water use and nitrogen levels (Hemming et al., 2020; Kawasaki
27 and Uchida, 2016; ZHU et al., 2017). Quality in viticulture (the cultivation
28 of grapes for wine production) is driven through its integration within the
29 wine industry; with a wine’s potential quality being initially defined through
30 the chemical makeup of the grapes used in its production. The consideration
31 of sustainability within viticulture is further complicated by environmental

32 and socio-demographic pressures. In the Australian context, these include:
33 biosecurity, climate and international market demands.

34 In this analysis we observe relationships between yield and quality through
35 the use of linear models. Although an extensive amount of research into a
36 variety of factors' effect on grape quality and yield exists; due to the lack
37 of long-term and in-depth data, individual effects are often studied in isola-
38 tion (Abbal et al., 2016). The lack of consolidated datasets also restricts the
39 ability to gain statistical insights at large scales and across multiple regions
40 (Keith Jones, 2002; Knight et al., 2019). The dataset used for this analysis
41 includes data collected for the past 10 years from a multitude of vineyards
42 located over a diverse range of Australian winegrowing regions.

43 We aim to use this broad dataset to confirm the existence of a yield verse
44 quality trade off within Australian winegrowing; one not prior confirmed ex-
45 plicitly across such extensive diversities. In achieving this, the context of
46 how resource-use relates to yield and quality will also be described. We link
47 these relations to the potential for improvement through decision-making
48 processes, whilst highlighting that the way moving forward will require the
49 optimisation of these processes. The practical addition of these aims is a
50 baseline for comparison - given a vineyard within Australia, one could ex-
51 trapolate their comparative efficiency with regard to the tradeoff between
52 invested resources, yield and quality.

53 **2. Methods**

54 We created four linear models to explore relationships between resource-
55 use and vineyard outputs (see Table1). The data was sourced from Sustain-

Table 1: Summary of models; their predictors, covariates and variable interactions.

| | Response | Predictors | Covariates | Interactions |
|----------------|---|---------------------------------|-------------------------------------|---|
| Model 1 | Yield | Water Used Scope 1 Emissions | Area Harvested Year GI Region | N/A |
| Model 2 | $\frac{\text{Yield}}{\text{Area Harvested}}$ | Water Used Scope 1 Emissions | Area Harvested Year GI Region | Area Harvested * Scope 1 Emissions Area Harvested * Water Use Year * Region |
| Model 3 | Yield \times Average Sale Price | Water Used Scope 1 Emissions | Area Harvested Year GI Region | N/A |
| Model 4 | $\frac{\text{Yield} \times \text{Average Sale Price}}{\text{Area Harvested}}$ | Water Used Scope 1 Emissions | Area Harvested Year GI Region | Area Harvested * Scope 1 Emissions Area Harvested * Water Use Year * Region |

able Winegrowing Australia and Wine Australia. Variables used included: yield, average sale price, region, water use, emissions, area harvested and year. After fitting to the data, each model was validated using k-fold cross validation.

2.1. Analysis

Before models were fit to the data, Pearson Correlation Coefficients were used to look at the existence of linear relationships between predictor variables. These relationships were summarised in correlation matrices to compare the level of interaction present between predictor variables. The relationships between the predictors and response variables were then modelled using General Linear Models. Both the Pearson Correlation Coefficients and General Linear Models were created using the R statistical programming

68 language (R Core Team, 2021). General Linear Models were chosen as they
69 offer the ability to produce statistical models that are explicit in the relation-
70 ships between predictors and response variables. General Linear Models also
71 allow the exploration of interactions between predictors and present easily
72 comparable differences in the influence and magnitude of relationships. A
73 variety of alternate methods were also explored, including: Splines, hierar-
74 chical regression, General Additive Models, and Generalised Linear Models.
75 These alternative approaches were not used as final models due to offering
76 no further insights or improvements in accuracy.

77 The response variables of the models were yield and quality. Yield was de-
78 fined as the total tonnes of grapes harvested. For the purpose of this study,
79 quality was defined by the financial value of winegrape crops' average sale
80 price per tonne. The definition of quality was an important consideration,
81 as quality can be defined in a variety of ways, for example analysing grapes':
82 aroma, chemical composition and color. Using sale price as a defining trait
83 of quality was due to the market value of winegrapes being reliant on grape
84 quality and because Wine Australia explicitly defines grape quality through
85 the use of discrete price brackets in their annual reports ; the generalisation
86 made to reflect quality through using average price assumed a due diligence of
87 those who purchased the grapes (Yegge, 2001). Both response variables were
88 examined as totals and as scales of area harvested. Values were compared in
89 this manner to observe how economies of scale affect the use of resources.

90 2.2. Significant Tests

91 2.3. Data

92 Data used in this analysis was sampled by Sustainable Winegrowing Aus-
93 tralia and Wine Australia. Sustainable Winegrowing Australia is Australia's
94 national wine industry sustainability program, which aims to facilitate grape-
95 growers and winemakers in demonstrating and improving their sustainability
96 (SWA, 2022). Wine Australia is an Australian Government statutory author-
97 ity governed by the Wine Australia Act 2013 (Win, 2019).

98 Data sampled by Wine Australia was collected via phone surveys and in-
99 cluded: summary statistics such as yield and average price of sale per tonne;
100 these values were summarised by region and grape varietal. Data recorded
101 by Sustainable Winegrowing Australia was entered manually by winegrowers
102 using a web based interface with some fields being optional, variables in-
103 cluded: region, harvest year, yield, area harvested, water used and fuel used
104 (diesel, petrol, biodiesel and LPG). To enable direct comparisons between
105 fuels, they were converted to tonnes of Carbon Dioxide equivalent.

106 The inclusion of Wine Australia data was due to average sale price being
107 an optional field in Sustainable Winegrowing Australia's dataset. Regional
108 average prices from Wine Australia were filled into values that were missing
109 from the Sustainable Winegrowing Australia data; the common practice of
110 purchasing grapes at regional prices was an important consideration in this
111 decision. Two subsets of data were then created for the analysis. The first
112 subset contained all vineyards and was used for Models 1 and 3. The second
113 subset contained vineyards which either recorded a value for average price of
114 sale per tonne through Sustainable Winegrowing Australia, or were within a

115 region with an average price of sale recorded by Wine Australia; this subset
116 was used for Models 2 and 4. These subsets meant that the data would be
117 limited to samples which had recorded values for the response variables (see
118 Table1), where every sample had a recorded value for yield but not average
119 price of sale per tonne.

120 The first subset of data was used for Model 1 and Model 2 (see Table1).
121 This subset contained 5298 samples spanning the period from 2012 to 2022,
122 covering 55 GI Regions and 1261 separate vineyards.

123 The second subset of data, was limited to vineyards that recorded a value
124 for their average sale price of grapes per tonne. This subset was used for
125 Model 3 and Model 4 (see Table1); and contained 2878 samples spanning
126 the period from 2015 to 2022, covering 51 GI Regions and 944 separate vine-
127 yards. 1842 of the values for average price of sale per tonne were extracted
128 from Wine Australia surveys with the remaining 1036 being from Sustainable
129 Winegrowing Australia’s dataset.

130 Additional variables were considered for analysis but were excluded due to
131 being either underreported or had insignificant contributions to model accu-
132 racies. Variables explored but not used due to low reporting values included:
133 fertiliser, and scope 2 emissions. Variables considered but ultimately removed
134 due to a lack of significant contributions to models, included: the use of re-
135 newable energy, contractor use, and pressures such as frost, fire and disease.
136 Data preprocessing was conducted prior to analysis using the Python pro-
137 gramming language (G. van Rossum, 1995). Preprocessing included logarith-
138 mic transformations, centring and scaling by standard deviation. Variables
139 such as scope 1, which required prior calculations were also computed using

140 Python.

141 2.4. Total Emissions

142 The equation given from the Australian National Greenhouse Accounts
143 Factors, shown as

$$144 \quad tCO_2e = \frac{Q \times EC \times EF1 + EF3}{1000}, \quad (1)$$

145
146 was used to convert the quantity of fuel in litres, Q , using a prescribed
147 Energy Content, EC , and emission factors of scope one, $EF1$, and scope
148 three, $EF3$, to tonnes of Carbon Dioxide equivalent, tCO_2e (Department
149 of Climate Change, Energy, the Environment and Water, 2022). Emissions
150 were calculated for total diesel, petrol, bio-diesel and LPG used.

151 2.5. Region

152 Differences in vineyard locations were captured through the use of Ge-
153 ographical Indicator Regions (GI Regions). Each GI Region has its own
154 unique mixture of climatic and geophysical properties that describes a unique
155 winegrowing region within Australia; these regions were predefined by Wine
156 Australia (Halliday, 2009; Oliver et al., 2013; SOAR et al., 2008). Both Wine
157 Australia and Sustainable Winegrowing Australia used the same GI Region
158 format to describe location.

159 The site of a vineyard predetermines several physical parameters such as cli-
160 mate, geology and soil; making location a widely considered key determinant
161 of grape yield and quality (Abbal et al., 2016; Agosta et al., 2012; Fraga
162 et al., 2017). The climatic properties of each GI Region were summarised by

Table 2: Variable Pearson correlation values for logarithmically transformed values.

| Variable | Yield | Area Harvested | Water Used | Scope One Emissions | Yield Area | Average Sale Price | Average Sale Price Area Harvested |
|-----------------------------------|-----------|----------------|------------|---------------------|------------|--------------------|-----------------------------------|
| Yield | 1.00E+00 | 7.44E-01 | -4.31E-03 | 7.29E-01 | 3.50E-01 | -2.26E-01 | -1.64E-01 |
| Area Harvested | 7.44E-01 | 1.00E+00 | -5.33E-03 | 8.92E-01 | 7.85E-02 | -1.18E-01 | -2.04E-01 |
| Water Used | -4.31E-03 | -5.33E-03 | 1.00E+00 | -1.93E-03 | -5.60E-03 | -3.56E-02 | -2.67E-02 |
| Scope One Emissions | 7.29E-01 | 8.92E-01 | -1.93E-03 | 1.00E+00 | 9.36E-02 | -9.42E-02 | -1.93E-01 |
| Yield Area | 3.50E-01 | 7.85E-02 | -5.60E-03 | 9.36E-02 | 1.00E+00 | -4.85E-01 | -1.70E-01 |
| Average Sale Price | -2.26E-01 | -1.18E-01 | -3.56E-02 | -9.42E-02 | -4.85E-01 | 1.00E+00 | 4.73E-01 |
| Average Sale Price Area Harvested | -1.64E-01 | -2.04E-01 | -2.67E-02 | -1.93E-01 | -1.70E-01 | 4.73E-01 | 1.00E+00 |

using predefined classifications as per the Sustainable Winegrowing Australia (2021) user manual. The user manual describes climates by rainfall and temperature, creating supersets of Regions of similar climatic properties. The climatic groups were used to illustrate similarities and differences occurring in areas larger than GI Regions.

2.6. Model Validation

Models were validated using K-fold cross validation calculated through the R Caret Package (Kuhn, 2008). K-fold cross validation works by removing a subset of data from the sample used to train models and then predicts those variables to determine how sensitive the model is to changes in the sample data. For this analysis each model was validated using 10 folds, repeated 100 times.

3. Results

3.1. Exploratory Analysis

Linear relationships between variables were explored using Pearson Correlation Coefficients. Values for these coefficients reflect the linear relation between two variables, on a scale between -1 and 1; the magnitude and sign

180 of a coefficient indicates the strength of the relation, and whether the rela-
 181 tion is positive or negative respectively. This was undertaken for data on the
 182 original scale and for data as a logarithmic transform. The logarithmic trans-
 183 formed data showed the strongest correlations, likely due to a skew caused
 184 by a greater number of smaller vineyards within the dataset (see Table 2).
 185 Transforming data prior to calculating the coefficients changes several things:
 186 The logarithmic transform of the data alters the interpretation of the coef-
 187 ficients to percentage change - a coefficient will be indicative of the change
 188 in percentage of one variable compared to the other; scaling by standard de-
 189 viation also changes this interpretation to be a percentage of that variables
 190 standard deviation. Scaling by standard deviation also makes the Pearson
 191 Correlation Coefficient equal to the covariance of the two variables. With all
 192 this in mind, when considering the logarithmically transformed variables, a
 193 coefficient of 1 would indicate that: given the change of one variable by one
 194 percentage of its standard deviation, the other variable would change by one
 195 percent of its own standard deviation. The importance of this is the dimen-
 196 sionless nature of these relationships and that it can be translated directly
 197 to any vineyard's case that has a well known distribution.
 198 To determine if a coefficient was indicative of a strong relationship, confidence
 199 intervals were used. P-values reflected the significance of a given correlation
 200 coefficient when considering its relation to sample size via its incorporation as
 201 an element of standard error. Strong relationships were found to be present
 202 as all P-values, except for the non-transformed values for water used, were
 203 considered significant ($P < 2.200E-16$).

Table 3: Summary of models; their performance, F-statistics and Residual error.

| | R^2 | R^2 | F-Statistic | P-Value | Residual Standard Error | Residual Sum of Squares | Residual Mean of Squares |
|---------------------------------------|-----------|-----------|-------------|-----------|----------------------------|----------------------------|-----------------------------|
| Model 1 Yield | 9.072E-01 | 9.061E-01 | 7.753E+02 | 2.200e-16 | 3.065E-01 | 4.913E+02 | 1.000E-01 |
| Model 2 Yield/Area | 7.951E-01 | 7.770E-01 | 4.403E+01 | 2.200e-16 | 4.722E-01 | 1.085E+03 | 2.200E-01 |
| Model 3 Value | 9.753E-01 | 9.748E-01 | 1.885E+03 | 2.200e-16 | 1.589E-01 | 7.111E+01 | 3.000E-02 |
| Model 4 Value / Area | 9.669E-01 | 9.638E-01 | 3.095E+02 | 2.200e-16 | 1.904E-01 | 9.528E+01 | 4.000E-02 |

3.2. General Linear Models

General Linear Models were used to describe how response variables related to predictors' values. Log transformed variables were used as inputs to these models as they resulted in higher R^2 values and described the relationships proportionally; reflecting coefficient values as percentages of a variable's standard deviation. Each model showed a strong relationship between the predictors and the response (see Table 3). Model accuracy was measured in R^2 , as this allowed an easy comparison between their performances and their validation.

3.2.1. F-tests

To determine if predictors significantly related to a Model's response variable, F-tests were conducted. Aside from 3 variables, all F-tests across each model indicated a significant contribution at 95% confidence. The three exceptions were: scope 1 emissions in Model 3 ($P=2.221E-01$) and Model 4 ($P=3.621E-01$), and Model 2's interaction between area harvested and water

219 used ($P=2.192E-01$).

220 Scope 1 emissions was included in all models to directly compare the response
221 variables as ratios of vineyard size to raw values. Even though not significant
222 within models 3 and 4, when using the Pearson Correlation Coefficients scope
223 1 emissions was strongly correlated to every Model's response variable; this
224 was especially so for Model 1 and 4 (Yield and average price per tonne as a
225 ratio to area harvested, respectively).

226 3.2.2. *T*-tests

227 T-tests were used to determine if predictors significantly contributed to
228 their models when accounting for other variables; this allowed a more granu-
229 lar examination of interactions and factors within categorical variables, show-
230 ing which specific years and areas contributed significantly and which did not
231 (the appendix contains a comprehensive list of these values).

232 For Models 1 (yield) and 3 (value) year played a pivotal role, with only one
233 year in each model not being significant (2021/2022 and 2016/2017 respec-
234 tively). Both Model 1 and 3 showed a majority of regions were significant
235 with 32 of 54 regions being significant in Model 1, and 42 of 50 regions being
236 significant in Model 3 with 95% confidence.

237 The number of combinations of year and region meant that Models 2 and
238 4 had many tests (424 and 243 respectively). Model 2 found 62.56% of
239 these combinations were indicative of a significant contribution to the model
240 at 95% significance. Model 4 was found to have 88.07% of its year/region
241 combinations indicating a significant contribution. A likely reason for some
242 combinations not being significant was a lack of samples in that particular
243 region/year being present; with region sample sizes ranging from 1 to 1006.

244 With regard to continuous variables, Model 1 and 2 showed water use, scope
245 1 emissions and area harvested were significant at 95% confidence when ac-
246 counting for other variables. T-tests for Model 3 showed all continuous vari-
247 ables except scope 1 emissions were significant. Model 4 showed scope 1
248 emissions and water use to only be significant when considered as an inter-
249 action with area harvested but not when considered on their own.

250 3.2.3. Model Coefficients

251 The coefficients of each model describe the relationship of a predictor
252 variable to its response when considering all other variables. Due to the
253 transformations of the data, coefficients are individually interpreted in the
254 same manner as the prior regression values were (see Section 3.1); unlike the
255 regression values, coefficient ranges are not limited between -1 and 1, as each
256 variable needs to be considered together.

257 We look at the coefficients of categorical and continuous variables separately.
258 This is primarily done as the categorical variables have many coefficients, one
259 for each category, whilst continuous variables have only one. The coefficient
260 for categorical variables is summarised in Figure1; illustrating the difference
261 in the range as well as affect region and year could have on each of the
262 models. Comparatively, the continuous variables coefficients are summarised
263 in Table 4. In terms of magnitude, GI region has the highest possible absolute
264 value for each model. An important consideration is that region and year are
265 binary, such that they are only equal to zero or the coefficient (as they will
266 present as a value of 1 which will be multiplied by the coefficient); this means
267 that, although region may have a strong relationship, it can be overshadowed
268 by an extreme value of one of the continuous variables. The most notable

Table 4: Summary of each Models coefficients for continuous variables

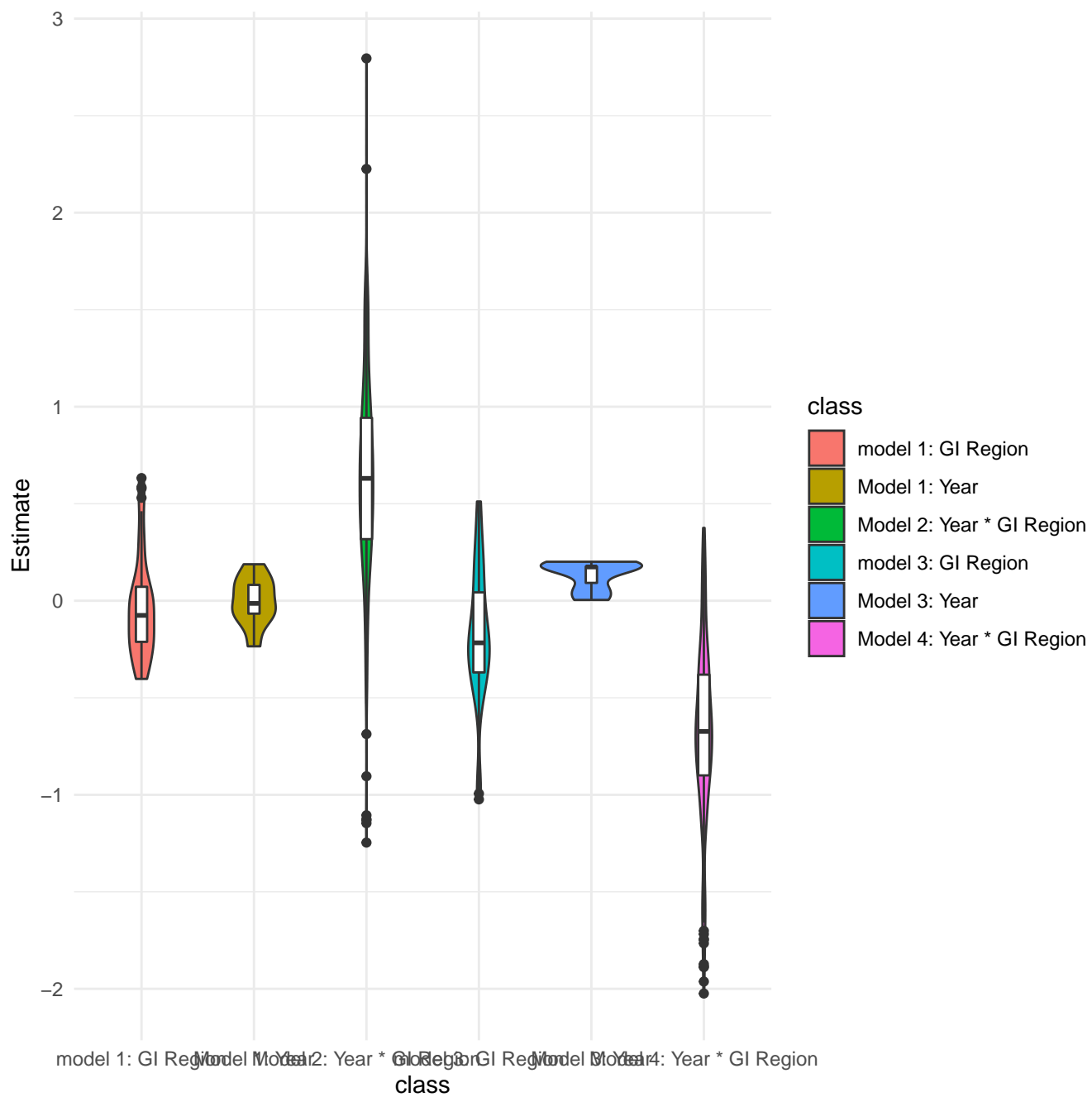
| | Intercept | Area Harvested | Water Used | Scope 1 Emissions | Area Harvested * Scope 1 Emissions | Area Harvested * Water Used |
|----------------|------------|-------------------|---------------|----------------------|--|---|
| Model 1 | -3.318E-02 | 7.418E-01 | 8.660E-02 | 6.731E-02 | | |
| Model 2 | -6.516E-01 | 5.774E-01 | 1.079E-02 | 8.498E-02 | -4.971E-02 | -5.346E-02 |
| Model 3 | 1.808E-02 | 9.713E-01 | -2.310E-02 | -6.992E-03 | | |
| Model 4 | 6.702E-01 | -7.354E-01 | -6.732E-03 | -5.645E-03 | 2.726E-02 | 7.515E-02 |

269 difference between the continuous variables coefficients is the change from
270 positive to negative values. This change occurs between the Models for Yield
271 (Model 1 and 2) and the Models for value (Models 3 and 4); where all but the
272 coefficient for area harvested had the opposite sign. These models also differ
273 in an order of magnitude when looking at resource use, with the coefficients
274 for yield being smaller than those for value.

275 3.2.4. Model Comparisons: Yield Verse Value

276 Reviewing the data to uncover reasons for this included the use of binary
277 variables such as the utilisation of renewable energy, contractors, and the
278 occurrence of disease, fire and frost; however none of these variables were able
279 to explain why some vineyards produced less, or why other vineyards sold at
280 higher prices than predicted. A wide variety of these influences were likely
281 already explained within the use of year and GI Region, or the interaction
282 of both variables. The change between some regions was dramatic, with
283 particularly warmer and drier regions producing much higher volumes of

Figure 1: Violin plots of GI Region and Year coefficients for each model.



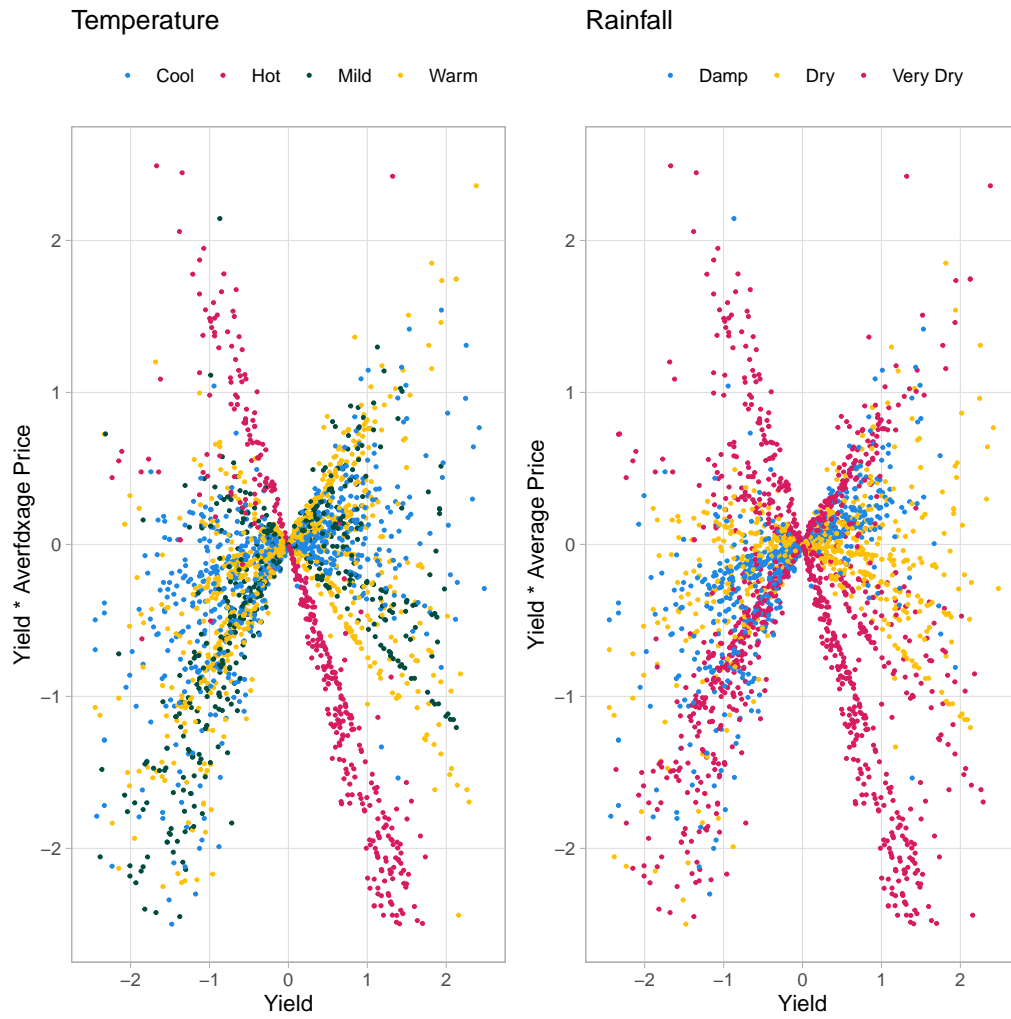


Figure 2: Scatter plot of vineyard yield against the product of yield and average price per tonne. The axes are in standard deviations with points coloured by climate.

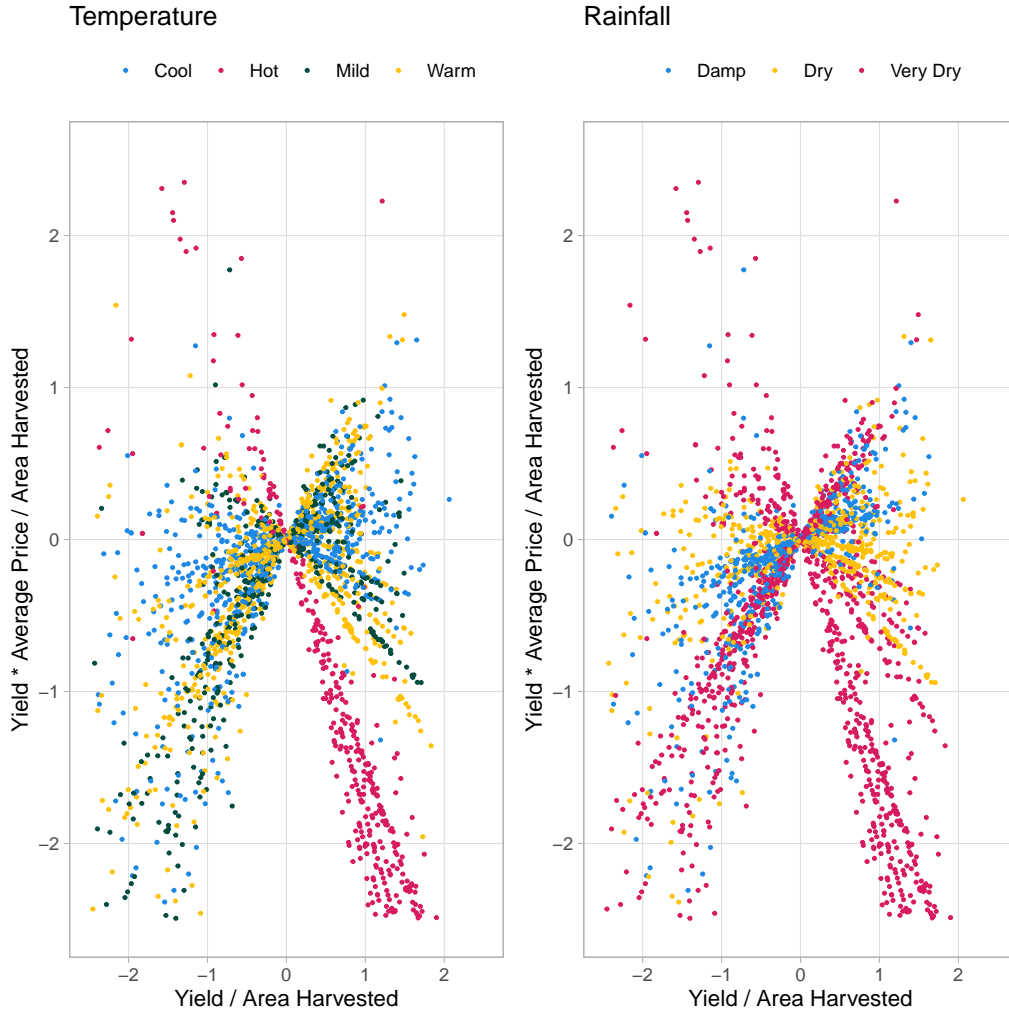


Figure 3: Scatter plot of vineyard yield against the product of yield and average price per tonne as ratios to area harvested. The axes are in standard deviations with points coloured by climate.

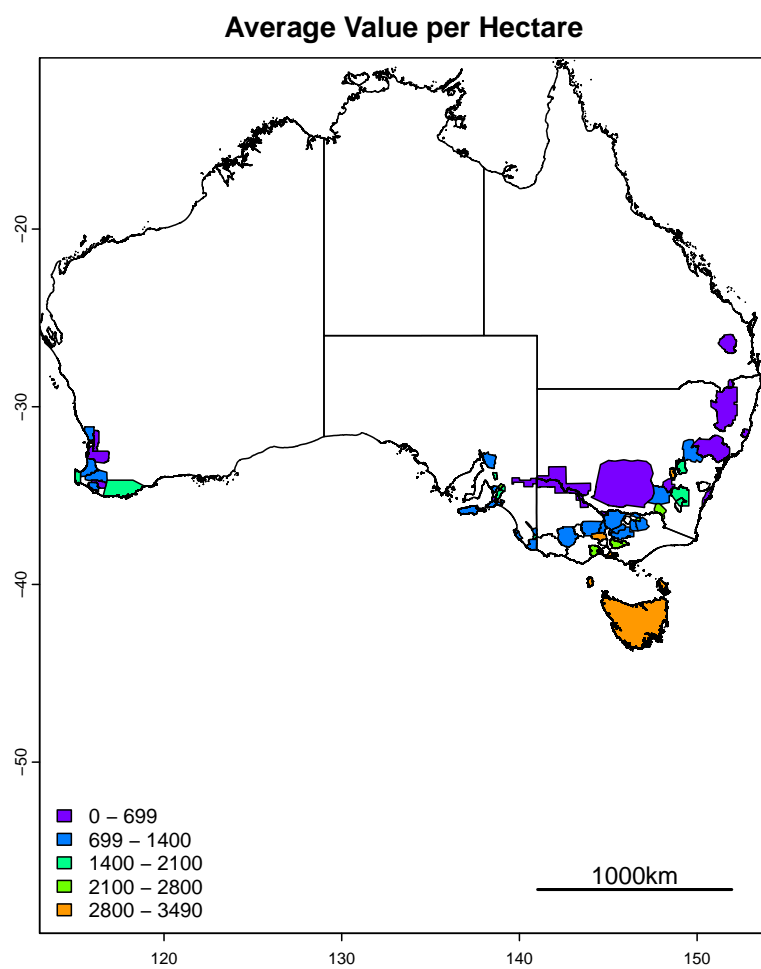


Figure 4: Map of regional average yield and value per hectare.

284 grapes at lower prices (See Figures 5 and 6). The use of other variables and
285 methods, specifically splines, were able to create a more normally distributed
286 set of residuals but at a drastically reduced accuracy when comparing R2 and
287 RSE. The introduction of known average prices per tonne also helped increase
288 R2 values a small amount; it is important to not that it is common practice
289 for wineries to purchase grapes at a regional average rate, likely resulting in
290 much less variance within a region.

291 different strategies are likely employed between different regions, where
292 some regions target the mass production of cheaper grapes over quality. This
293 is most notable when grouping regions by climate, especially when consider-
294 ing GI Regions in the 'Hot Very Dry' climate (see Figure 7). The effect of
295 climate in the models was not more significant than the more granular use
296 of GI regions. The interaction between year and GI Region likely accounted
297 for localised events such as bushfires, which would be impactful, but only at
298 a local level in both time and space.

299 *3.3. Model Validation*

300 To validate the performance of these models k-fold cross validation was
301 used. This was done using 10 folds, $k = 10$, repeated 100 times. The models
302 performed similarly to their original counter parts (see Table ??tab:kfold).

303 **4. Discussion**

304 In alternative attempts at models it was found that without the incor-
305 poration of GI Region or year the predictions greatly under performed. The
306 possible reason behind this effect was that different strategies are likely em-

Table 5: Model validation using k-fold cross validation, for 10 folds repeated 100 times.

| | RMSE | R2 | MAE |
|---------|-----------|-----------|-----------|
| Model 1 | 3.087E-01 | 9.045E-01 | 2.165E-01 |
| Model 2 | 5.104E-01 | 7.409E-01 | 3.493E-01 |
| Model 3 | 1.652E-01 | 9.723E-01 | 1.008E-01 |
| Model 4 | 2.235E-01 | 9.500E-01 | 1.279E-01 |

307 played between different regions, where some regions target the mass pro-
308 duction of cheaper grapes over quality.

309 4.1. Limitations

310 Limitations included overestimating yield for models 1 and 2, (see Figures
311 1 and 2) and underestimating crop value in models 3 and 4 (see Figures
312 3 and 4). This study investigated the general relationships between input
313 resources of a vineyard, including fuel and water, and the outputs including
314 yield and value. Some regions appeared to produce many low quality grapes
315 at scale compared to attempting to produce fewer higher quality grapes. This
316 behaviour can be observed when reviewing Wine Australia’s annual reports,
317 where it is apparent that warm inland regions such as the Riverland are
318 known to only produce large amounts of lower graded grapes Wine Australia
319 (2022); Winemakers’ Federation of Australia (2017). Comparatively, regions
320 such as Tasmania only produce A grade grapes but in much smaller quantities
321 than the Riverland. Knowing that the difference in pricing per tonne can
322 exceed a magnitude of 10 between grades E and A, the operations in regions
323 that target different grades would have varied priorities. However, some
324 regions such as the Yarra Valley produce a Variety of different grades of

325 grapes, from C to A, highlighting that vineyard priorities, although may be
326 somewhat present within regional classifications, are not necessarily aligned
327 within a given region.

328 The opportunity to target different grades of grapes may not always be
329 available, with some regions being more renowned than others, and likely to
330 be sought after regardless (Halliday, 2009). The Barossa is an example of
331 this, known for its quality could also lend itself to a bias in purchasers not
332 considering other regions that may be capable of similar quality. This effect
333 could stifle the potential for market opportunities within these lesser known
334 regions. A further possibility is that there may be regional upper limits with
335 the relationship between resource input and the value gained becoming no
336 longer proportional due to diminishing returns. Climate was considered to be
337 a large determinant of the ability to grow a larger quantity of grapes, as well
338 as a determinant in grape quality (Agosta et al., 2012); however there were
339 vineyards in similar regions that were able to produce exceptionally better
340 results than others (See Figure 7).

341 The issue of model 1 and 2 over predicting yield, may have been due to
342 preventative measures brought on by regional pressures such as fire, frost and
343 disease. Where, more resources were required to prevent these issues from
344 spreading within a region, thus disproportionately effecting some vineyards
345 compared to others locally. This type of maintenance is not well captured
346 especially when considering that some regions, those in warmer areas are
347 not as prone to disease as cooler climates and could potentially have lower
348 operating costs per hectare. This could create a discrepancy in vineyards that
349 utilise preventative measures in wetter regions, as opposed to those who do

not, and thus expend less fuel and energy but risk disease. When reviewing the differences between regions it is important to consider that vineyards in Hot Very Dry areas can be hundreds of times the size of those in other regions. It is interesting that while area, although significantly correlated to the ratio of yield to area, was still lower than water and about the same as emissions. This points to economies of scale playing a role but still being only one consideration alongside the potential resources that can be used. The negative trend between size and average sales price could also be a side effect of mass supply verse demand, especially when looking at the level of difference in production of some vineyards (see Table 4). The relationships between yield, value and area are not simply about efficiently producing the most grapes; sales price and by association grape quality, are integral to the profitability, and this is strongly linked to resource-use and thus the longevity and sustainability of a vineyard.

Literature shows that there are many on-the-ground decisions that influence both quality and yield. Where these decisions are governed by complex physical and social forces such as international market demands, disease pressures and natural disasters (Abad et al., 2021; Cortez et al., 2009; Hall et al., 2011; I. Goodwin, et al., 2009; Kasimati et al., 2022; Oliver et al., 2013; Srivastava and Sadistap, 2018). Many of these occurrences being highlighted throughout the past decades vintage reports (Wine Australia, 2019, 2021, 2022; Winemakers' Federation of Australia, 2013, 2014, 2015, 2016, 2017, 2018). It is also important to consider that these reports show that the warm inland regions have seen a decline in profit during this period, as they were often compared to other regions that focused more on quality than

375 quantity. This is an important consideration, as the size of some of these
376 vineyards when considering their ratio of value to area would only require a
377 marginal increase to out compete other regions. There are also differences
378 when comparing winegrowers to other agricultural industries as they are ver-
379 tically integrated within the wine industry, tying them to secondary and
380 tertiary industries, such as wine production, packaging, transport and sales.
381 This results in unique issues and considerations for each vineyard, where these
382 on-the-ground decisions may be influenced by other wine industry’s choices,
383 such as the use of sustainable practices in vineyards as a requirement for sale
384 in overseas markets; notably these interactions are further complicated by
385 some winegrowers being totally integrated into wine companies, while others
386 are not (Knight et al., 2019). Incorporating such decisions into the model
387 could help describe the contributing factors to regional differences beyond
388 resource consumption and regional differences.

389 Having more data for each region would also be an improvement, allowing
390 greater comparison between regions. More variables may also help to discern
391 vineyards that can produce larger volumes of grapes at higher prices. The use
392 of semi transparent tools such as random forests and decision trees alongside
393 more variables and data may help to uncover the reasons for values that
394 were under or over estimated. These differences could be caused by the use
395 of alternative sustainable practices in the field. While there is evidence to
396 suggest that environmentally sustainable practices can reduce costs, increase
397 efficiency, whilst improving the quality of grapes, more research is needed
398 to link these benefits across different regions and climates (Baiano, 2021;
399 Mariani and Vastola, 2015; Montalvo-Falcón et al., 2023).

400 The relationship between scope one emissions and the response variables
401 that included average sales price

402 It is possible that the relationships between scope one emissions and the
403 response variables were closely tied to a vineyards area. This possibility could
404 be explained through the emissions

405 Noting that irrigation systems use fuel and that the application of water
406 was a significant variable in each model scope one emissions' lack of signifi-
407 cance and contribution given its F-statistics (See Tables 7 and 8), indicated
408 that it is possible other vineyard activities requiring fuel are not as deter-
409 mining factors for a vineyards grape quality.

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Table .6: Summary of models, their predictors, covariates and variable interactions.

| Variable | Yield | Area | Water Used | Scope One Emissions | $\frac{\text{Yield}}{\text{Area}}$ | Average Price Per Tonne | $\frac{\text{Average Price per tonne}}{\text{Area}}$ |
|--|-----------|-----------|---------------|---------------------------|------------------------------------|-------------------------------|--|
| Yield | 1.000E+00 | 7.440E-01 | - | 7.290E-01 | 3.500E-01 | -2.262E-01 | -1.644E-01 |
| Area | 7.440E+00 | 1.000E+00 | 5.331E-03 | 8.921E-01 | 7.854E-02 | -1.178E-01 | -2.042E-01 |
| Water Used | - | - | 1.000E+00 | 1.929E-03 | - | -3.562E-02 | -2.669E-02 |
| Scope One Emissions | 7.290E-01 | 8.921E-01 | - | 1.000E+00 | 9.357E-02 | -9.422E-02 | -1.933E-01 |
| $\frac{\text{Yield}}{\text{Area}}$ | 3.500E-01 | 7.854E-02 | 5.600E-03 | 9.357E-02 | 1.000E+00 | 4.849E-01 | -1.698E-01 |
| Average Price Per Tonne | - | - | - | -9.422E-02 | - | 1.000E+00 | 4.732E-01 |
| $\frac{\text{Average Price per tonne}}{\text{Area}}$ | 1.644E-01 | 2.042E-01 | 2.669E-02 | -1.933E-01 | - | 4.732E-01 | 1.000E+00 |

Table .7: Pearson correlation coefficients for each logarithmically transformed variable.

| Variable | Yield | Area | Water Used | Scope One Emissions | $\frac{Yield}{Area}$ |
|--|------------|------------|------------|---------------------|----------------------|
| Yield | 1.000E+00 | 8.822E-01 | 8.245E-01 | 7.617E-01 | 9.353E-01 |
| Area | 8.822E-01 | 1.000E+00 | 7.750E-01 | 8.311E-01 | 6.742E-01 |
| Water Used | 8.245E-01 | 7.750E-01 | 1.000E+00 | 6.668E-01 | 7.292E-01 |
| Scope One Emissions | 7.617E-01 | 8.311E-01 | 6.668E-01 | 1.000E+00 | 6.086E-01 |
| $\frac{Yield}{Area}$ | 9.353E-01 | 6.742E-01 | 7.292E-01 | 6.086E-01 | 1.000E+00 |
| Average Price Per Tonne | -4.591E-01 | -1.911E-01 | -4.881E-01 | -1.559E-01 | -5.625E-01 |
| $\frac{Average Price per tonne}{Area}$ | -8.918E-01 | -8.474E-01 | -8.300E-01 | -7.063E-01 | -8.070E-01 |

Table .8: P-values for the non-transformed water used variable's Pearson correlation coefficients.

| Variable | Water Used |
|--|------------|
| Yield | 7.538E-01 |
| Area | 6.981E-01 |
| Scope One Emissions | 8.883E-01 |
| $\frac{Yield}{Area}$ | 6.836E-01 |
| Average Price Per Tonne | 5.600E-02 |
| $\frac{Average Price per tonne}{Area}$ | 1.522E-01 |

Table .9: Summary statistics for each variable on the original scale..

| Variable | Yield | Area | Water Used | Scope One Emissions | $\frac{Yield}{Area}$ |
|--|------------|------------|------------|---------------------|----------------------|
| Yield | 1.000E+00 | 8.822E-01 | 8.245E-01 | 7.617E-01 | 9.353E-01 |
| Area | 8.822E-01 | 1.000E+00 | 7.750E-01 | 8.311E-01 | 6.742E-01 |
| Water Used | 8.245E-01 | 7.750E-01 | 1.000E+00 | 6.668E-01 | 7.292E-01 |
| Scope One Emissions | 7.617E-01 | 8.311E-01 | 6.668E-01 | 1.000E+00 | 6.086E-01 |
| $\frac{Yield}{Area}$ | 9.353E-01 | 6.742E-01 | 7.292E-01 | 6.086E-01 | 1.000E+00 |
| Average Price Per Tonne | -4.591E-01 | -1.911E-01 | -4.881E-01 | -1.559E-01 | -5.625E-01 |
| $\frac{Average Price per tonne}{Area}$ | -8.918E-01 | -8.474E-01 | -8.300E-01 | -7.063E-01 | -8.070E-01 |

Table .10: Model 1 ANOVA summarising variable significance at the .5 level.

| Variable | Df | Sum Sq | Mean Sq | F Value | Pr(>F) |
|---------------------|----|-----------|-----------|-----------|-----------|
| Year | 9 | 7.060E+01 | 7.800E+00 | 8.353E+01 | <2.20E-16 |
| GI Region | 54 | 1.507E+03 | 2.790E+01 | 2.972E+02 | <2.20E-16 |
| Area Harvested | 1 | 3.211E+03 | 3.211E+03 | 3.419E+04 | <2.20E-16 |
| Water Used | 1 | 1.040E+01 | 1.040E+01 | 1.103E+02 | <2.20E-16 |
| Scope One Emissions | 1 | 6.600E+00 | 6.600E+00 | 7.056E+01 | <2.20E-16 |

Table .11: Model 2 ANOVA summarising variable significance at the .5 level.

| Variable | Df | Sum Sq | Mean Sq | F Value | Pr(>F) |
|------------------------------------|-----|-----------|-----------|-----------|-------------|
| Area Harvested | 1 | 2.407E+03 | 2.407E+03 | 1.080E+04 | <2.20E-16 |
| Scope One Emissions | 1 | 3.989E+01 | 3.989E+01 | 1.789E+02 | <2.20E-16 |
| Water Used | 1 | 5.500E+02 | 5.500E+02 | 2.467E+03 | <2.20E-16 |
| Area Harvested*Scope One Emissions | 1 | 6.921E+01 | 6.921E+01 | 3.104E+02 | <2.20E-16 |
| Area Harvested * Water Used | 1 | 1.040E+00 | 1.040E+00 | 4.686E+00 | 3.045E-02 * |
| Year * GI Region | 424 | 1.144E+03 | 2.700E+00 | 1.210E+01 | <2.20E-16 |

Table .12: Model 3 ANOVA summarising variable significance at the .5 level.

| Variable | Df | Sum Sq | Mean Sq | F Value | Pr(>F) |
|---------------------|----|-----------|-----------|-----------|---------------|
| Year | 6 | 1.324E+01 | 2.210E+00 | 8.748E+01 | <2.20E-16 *** |
| GI Region | 50 | 6.498E+02 | 1.300E+01 | 5.151E+02 | <2.20E-16 *** |
| Area Harvested | 1 | 2.142E+03 | 2.142E+03 | 8.491E+04 | <2.20E-16 *** |
| Water Used | 1 | 3.200E-01 | 3.200E-01 | 1.259E+01 | 3.947E-04 ** |
| Scope One Emissions | 1 | 4.000E-02 | 4.000E-02 | 1.492E+00 | 2.221E-01 |

Table .13: Model 4 ANOVA summarising variable significance at the .5 level.

| Variable | Df | Sum Sq | Mean Sq | F Value | Pr(>F) |
|------------------------------------|-----|-----------|-----------|-----------|-----------|
| Area Harvested | 1 | 2.066E+03 | 2.066E+03 | 5.700E+04 | <2.20E-16 |
| Scope One Emissions | 1 | 6.000E-02 | 6.000E-02 | 1.569E+00 | 2.105E-01 |
| Water Used | 1 | 2.014E+02 | 2.014E+02 | 5.557E+03 | <2.20E-16 |
| Area Harvested*Scope One Emissions | 1 | 5.246E+01 | 5.246E+01 | 1.448E+03 | <2.20E-16 |
| Area Harvested * Water Used | 1 | 7.270E+00 | 7.270E+00 | 2.005E+02 | <2.20E-16 |
| Year * GI Region | 243 | 4.546E+02 | 1.870E+00 | 5.162E+01 | <2.20E-16 |

Table .14: Comparison of Model Residuals

| | Df | Sum Sq | Mean Sq |
|---------|------|-----------|-----------|
| Model 1 | 5231 | 4.913E+02 | 1.000E-01 |
| Model 2 | 4868 | 1.085E+03 | 2.200E-01 |
| Model 3 | 2818 | 7.111E+01 | 3.000E-02 |
| Model 4 | 2629 | 9.528E+01 | 4.000E-02 |

Table .15: Comparison of Model performance.

| | RSE | R2 | Adjusted R2 | F-statistic | P-Value |
|---------|-----------|-----------|-------------|-------------|----------|
| Model 1 | 3.065E-01 | 9.072E-01 | 9.061E-01 | 7.753E+02 | <2.2e-16 |
| Model 2 | 4.722E-01 | 7.951E-01 | 7.770E-01 | 4.403E+01 | <2.2e-16 |
| Model 3 | 1.589E-01 | 9.753E-01 | 9.748E-01 | 1.885E+03 | <2.2e-16 |
| Model 4 | 1.904E-01 | 9.669E-01 | 9.638E-01 | 3.095E+02 | <2.2e-16 |