

CASH DAIRY PRODUCT MARKETS

For Week Ending:	Weekly Average for Week Ending:							Friday's
	06/08/18	06/15/18	06/22/18	06/29/18	07/06/18	07/13/18	07/20/18	Close
CME Cheddar 40# Blocks	\$ 1.5965	\$ 1.6200	\$ 1.5305	\$ 1.4925	\$ 1.5544	\$ 1.5505	\$ 1.5370	\$ 1.5200
CME Cheddar Barrels	\$ 1.5225	\$ 1.5150	\$ 1.3215	\$ 1.2780	\$ 1.3294	\$ 1.3570	\$ 1.3385	\$ 1.2700
CME Grade "AA" Butter	\$ 2.3800	\$ 2.3640	\$ 2.3000	\$ 2.2540	\$ 2.2006	\$ 2.2125	\$ 2.2490	\$ 2.2500
USDA Western NFDM (Mostly)	\$ 0.8450	\$ 0.8200	\$ 0.7975	\$ 0.7875	\$ 0.7800	\$ 0.7600	\$ 0.7600	
USDA Western Whey (Mostly)	\$ 0.3225	\$ 0.3250	\$ 0.3250	\$ 0.3250	\$ 0.3250	\$ 0.3450	\$ 0.3625	
USDA Central Whey (Mostly)	\$ 0.3138	\$ 0.3225	\$ 0.3225	\$ 0.3225	\$ 0.3225	\$ 0.3375	\$ 0.3500	
NDPSR Survey For Week Ending:	05/26/18	06/02/18	06/09/18	06/16/18	06/23/18	06/30/18	07/07/18	07/14/18
Cheddar 40# Blocks:	\$ 1.6775	\$ 1.6756	\$ 1.6526	\$ 1.6456	\$ 1.6382	\$ 1.6228	\$ 1.5935	\$ 1.5725
Cheddar Barrels (38% Moisture):	\$ 1.6277	\$ 1.6136	\$ 1.5977	\$ 1.5747	\$ 1.5601	\$ 1.4471	\$ 1.3770	\$ 1.3701
Butter	\$ 2.3795	\$ 2.4030	\$ 2.3759	\$ 2.3633	\$ 2.3752	\$ 2.3428	\$ 2.2974	\$ 2.2367
Nonfat Dry Milk	\$ 0.8261	\$ 0.8361	\$ 0.8286	\$ 0.8225	\$ 0.8002	\$ 0.7966	\$ 0.7791	\$ 0.7819
Whey	\$ 0.2728	\$ 0.2849	\$ 0.2984	\$ 0.3095	\$ 0.3234	\$ 0.3232	\$ 0.3365	\$ 0.3358
Class III Estimator	\$ 15.37	\$ 15.37	\$ 15.25	\$ 15.17	\$ 15.15	\$ 14.51	\$ 14.09	\$ 13.93
Class IV Estimator	\$ 15.02	\$ 15.20	\$ 15.03	\$ 14.92	\$ 14.78	\$ 14.61	\$ 14.27	\$ 14.03

MONTHLY MILK AND MILK COMPONENT PRICES

For Month:	Nov-17	DEC-17	JAN-18	FEB-18	MAR-18	APR-18	May-18	Jun-18
FMMO Prices, 3.5% Fat, 2.99% True Protein								
FMMO Class I Base Price	\$ 16.41	\$ 16.88	\$ 15.44	\$ 14.25	\$ 13.36	\$ 14.10	\$ 14.44	\$15.25
FMMO Class II Price	\$ 15.32	\$ 14.49	\$ 14.11	\$ 13.44	\$ 13.88	\$ 14.03	\$ 14.47	\$15.48
FMMO Class III	\$ 16.88	\$ 15.44	\$ 14.00	\$ 13.40	\$ 14.22	\$ 14.47	\$ 15.18	\$15.21
FMMO Class IV	\$ 13.99	\$ 13.51	\$ 13.13	\$ 12.87	\$ 13.04	\$ 13.48	\$ 14.57	\$14.91
FMMO Producer Component Prices Per Pound								
Milkfat	\$ 2.5546	\$ 2.4951	\$ 2.4531	\$ 2.3490	\$ 2.4273	\$ 2.5113	\$ 2.6239	\$ 2.6692
True Protein	\$ 2.3412	\$ 2.0378	\$ 1.6612	\$ 1.6265	\$ 1.8066	\$ 1.7810	\$ 1.8609	\$ 1.7478
Other Solids	\$ 0.1644	\$ 0.1070	\$ 0.0787	\$ 0.0552	\$ 0.0556	\$ 0.0619	\$ 0.0742	\$ 0.1128
California Overbase Fat	\$ 2.5000	\$ 2.4170	\$ 2.3760	\$ 2.3040	\$ 2.3910	\$ 2.4770	\$ 2.5590	
California Overbase SNF	\$ 0.7210	\$ 0.6020	\$ 0.5660	\$ 0.5680	\$ 0.5750	\$ 0.5740	\$ 0.6060	

CHICAGO MERCANTILE EXCHANGE (CME) FUTURES MARKETS

Closing Prices	JUL18	AUG18	SEP18	OCT18	NOV18	DEC18	JAN19	FEB19
Cash Settled Butter (¢ / lb.):	225.500	228.950	230.050	232.400	234.150	233.250	230.200	230.000
Change from last week (¢ / lb.):	0.100	3.075	3.025	3.500	4.050	3.775	2.200	1.750
Cash Settled Cheese (\$ / lb.):	\$ 1.4950	\$ 1.5340	\$ 1.6140	\$ 1.6610	\$ 1.6690	\$ 1.6590	\$ 1.6460	\$ 1.6420
Change from last week:	\$ (0.011)	\$ (0.040)	\$ (0.003)	\$ 0.018	\$ 0.018	\$ 0.016	\$ 0.005	\$ -
Class III Milk Contract, 3.5% Fat	\$ 14.19	\$ 14.61	\$ 15.42	\$ 15.87	\$ 15.96	\$ 15.86	\$ 15.68	\$ 15.56
Change from last week:	\$ (0.08)	\$ (0.23)	\$ 0.16	\$ 0.38	\$ 0.45	\$ 0.37	\$ 0.28	\$ 0.22
Open Interest	3711	4620	3969	2995	2542	2309	942	551
Change from last week:	(46)	267	(159)	51	125	(11)	27	(5)

DAIRY NEWS OF INTEREST

Market Update

Barrel cheese was the most active this week on the CME cash market with 41 trades occurring for a drop of 15.25 cents, closing out the week at \$1.27/lb. Block cheese decreased by 4 cents and was traded 7 times. Butter finished at \$2.25/lb., an increase of 2.5 cents after 8 trades. Nonfat dry milk saw a gain of 3 cents during 13 trades.

August Class I Mover

The August Class I base price was announced to be \$14.15/cwt. This is a decrease of \$1.21 from July and \$2.57 from August 2017.

Top Dairy Exporting Regions Update

According to the U.S. Dairy Export Council and the USDA, May milk production in the top-four global dairy exporting regions, (United States, European Union, New Zealand, Australia), increased 258 million pounds, or 0.5% when compared to 2017. Year to date, these four regions have increased production by 1.4%. The EU and New Zealand contributed the most to the year-over-year gain, increasing by 642 and 112 million pounds of milk from the previous May, respectively.

Global Dairy Trade Auction

This week's GDT event resulted in a 1.7% decline in overall index. Cheddar saw a 3.3% loss, finishing at \$1.6311/lb. Whole milk powder gained 1.5% to \$1.3485/lb. Butter decreased a sharp 8.8% to 2.2467/lb., and skim milk powder increased 0.8% to \$0.8886/lb.

June Livestock Slaughter

Thursday USDA announced that 237,500 dairy cows were culled through federally inspected facilities in June. This is a decline of 7,600 head from the previous month, but 800 head more than June 2017.

June U.S. Milk Production

USDA reported today that milk production in the 23 major states totaled 17.2 billion pounds during June, an increase of 1.3% from 2017. Production per cow also experienced an increase, going up 23 pounds from the previous June to 1,964 pounds. The milking herd was totaled at 8.75 million head in the 23 major states. This is 12,000 head more than June 2017 and is unchanged from May.