

CASH DAIRY PRODUCT MARKETS

For Week Ending:	Weekly Average for Week Ending:							Friday's
	05/20/22	05/27/22	06/03/22	06/10/22	06/17/22	06/24/22	07/01/22	Close
CME Cheddar 40# Blocks	\$ 2.3740	\$ 2.3160	\$ 2.2531	\$ 2.2730	\$ 2.1705	\$ 2.0975	\$ 2.1590	\$ 2.1725
CME Cheddar Barrels	\$ 2.4130	\$ 2.3115	\$ 2.2794	\$ 2.2585	\$ 2.1795	\$ 2.1644	\$ 2.1795	\$ 2.2050
CME Grade "AA" Butter	\$ 2.7960	\$ 2.8825	\$ 2.9050	\$ 2.9790	\$ 2.9560	\$ 2.9413	\$ 2.9755	\$ 3.0100
USDA Western NFD (Mostly)	\$ 1.7350	\$ 1.7750	\$ 1.8250	\$ 1.8575	\$ 1.8575	\$ 1.8350	\$ 1.8100	
USDA Western Whey (Mostly)	\$ 0.6100	\$ 0.5900	\$ 0.5900	\$ 0.5925	\$ 0.5900	\$ 0.5750	\$ 0.5550	
USDA Central Whey (Mostly)	\$ 0.5900	\$ 0.5775	\$ 0.5750	\$ 0.5750	\$ 0.5700	\$ 0.5700	\$ 0.5325	
NDPSR Survey For Week Ending:	05/06/22	05/13/22	05/20/22	05/27/22	06/03/22	06/10/22	06/17/22	07/01/22
Cheddar 40# Blocks:	\$ 2.3812	\$ 2.3968	\$ 2.3742	\$ 2.3681	\$ 2.3659	\$ 2.3421	\$ 2.3089	\$ 2.2738
Cheddar Barrels (38% Moisture):	\$ 2.4126	\$ 2.4043	\$ 2.4174	\$ 2.4425	\$ 2.4119	\$ 2.3678	\$ 2.3286	\$ 2.2847
Butter	\$ 2.7129	\$ 2.6992	\$ 2.7171	\$ 2.8195	\$ 2.8395	\$ 2.9023	\$ 2.9746	\$ 2.9607
Nonfat Dry Milk	\$ 1.8335	\$ 1.8249	\$ 1.8169	\$ 1.7799	\$ 1.7910	\$ 1.8200	\$ 1.8204	\$ 1.8389
Whey	\$ 0.6874	\$ 0.6814	\$ 0.6753	\$ 0.6375	\$ 0.6346	\$ 0.6211	\$ 0.6134	\$ 0.5975
Class III Estimator	\$ 25.11	\$ 25.11	\$ 25.03	\$ 24.95	\$ 24.78	\$ 24.40	\$ 24.04	\$ 23.56
Class IV Estimator	\$ 25.09	\$ 24.96	\$ 24.97	\$ 25.08	\$ 25.26	\$ 25.78	\$ 26.09	\$ 26.19

MONTHLY MILK AND MILK COMPONENT PRICES

For Month:	Nov-21	Dec-21	Jan-22	Feb-22	Mar-22	Apr-22	May-22	Jun-22
FMMO Prices, 3.5% Fat, 2.99% True Protein								
FMMO Class I Base Price	\$ 17.98	\$ 19.17	\$ 19.71	\$ 21.64	\$ 22.88	\$ 24.38	\$ 25.45	\$ 25.87
FMMO Class II Price	\$ 18.40	\$ 19.84	\$ 22.83	\$ 23.79	\$ 24.76	\$ 25.71	\$ 25.87	\$ 26.65
FMMO Class III	\$ 18.03	\$ 18.36	\$ 20.38	\$ 20.91	\$ 22.45	\$ 24.42	\$ 25.21	\$ 24.33
FMMO Class IV	\$ 18.79	\$ 19.88	\$ 23.09	\$ 24.00	\$ 24.82	\$ 25.31	\$ 24.99	\$ 25.83
FMMO Producer Component Prices Per Pound								
Milkfat	\$ 2.1541	\$ 2.2919	\$ 2.9567	\$ 3.0218	\$ 3.0935	\$ 3.1461	\$ 3.1056	\$ 3.3323
True Protein	\$ 2.7536	\$ 2.5937	\$ 2.3563	\$ 2.3168	\$ 2.7182	\$ 3.4239	\$ 3.8696	\$ 3.4173
Other Solids	\$ 0.3949	\$ 0.4532	\$ 0.5249	\$ 0.5983	\$ 0.6131	\$ 0.5565	\$ 0.4857	\$ 0.4295

CHICAGO MERCANTILE EXCHANGE (CME) FUTURES MARKETS

Closing Prices	JUL22	AUG22	SEP22	OCT22	NOV22	DEC22	JAN23	FEB23
Cash Settled Butter (¢ / lb.):	294.800	284.025	281.500	277.000	267.000	258.000	251.975	242.975
Change from last week (¢ / lb.):	6.400	(2.475)	(2.475)	(4.000)	(5.500)	(3.525)	1.475	2.475
Cash Settled Cheese (\$ / lb.):	\$ 2.1860	\$ 2.2150	\$ 2.2600	\$ 2.3040	\$ 2.3000	\$ 2.2640	\$ 2.2000	\$ 2.1700
Change from last week:	\$ (0.037)	\$ (0.097)	\$ (0.075)	\$ (0.046)	\$ (0.040)	\$ (0.026)	\$ (0.030)	\$ (0.030)
Class III Milk Contract, 3.5% Fat	\$ 22.42	\$ 22.42	\$ 22.70	\$ 23.01	\$ 22.90	\$ 22.62	\$ 21.68	\$ 21.28
Change from last week:	\$ (0.36)	\$ (1.08)	\$ (0.88)	\$ (0.59)	\$ (0.40)	\$ (0.18)	\$ (0.33)	\$ (0.22)
Open Interest	4932	4665	3767	3036	2989	2813	1388	966
Change from last week:	(442)	132	38	116	153	158	147	72

DAIRY NEWS OF INTEREST

Market Update

Butter was the big player in the CME markets this week as it gained 8.5 cents per pound, closing today above \$3.00 at \$3.01 on 28 carloads sold. Block cheese picked up 8.25 cents to \$2.1725 on only two trades. Barrel cheese followed suit gaining 5.75 cents to \$2.2050 on nine sales. Nonfat dry milk picked up 1.25 cents to \$1.8025 on 12 sales.

In futures markets, Class III contracts average \$22.68/cwt. for the remainder of 2022, and Class IV contracts average \$24.37.

May Dairy Products Report

Total cheese output was 1.19 billion pounds, 2.1% above May 2021 and 2.5% above April 2022. Butter production was 182 million pounds, 0.7% below May 2021 but 0.3% above April 2022. Nonfat dry milk production was 193 million pounds, down 6.2% from last year. Skim milk powder production fell 20.3% from last May to 38.7 million pounds.

June Class & Component Prices

Wednesday's class and component prices from USDA saw record highs for Class II, \$26.65/cwt., and IV, \$25.83. The Class II price jumped \$0.78, and Class IV rose \$0.84. The previously-announced Class I price of \$25.87 was also a record. Substantial volumes of Class IV milk are expected to be depooled before uniform prices are calculated. Higher butter prices increased the butterfat price by \$0.23/lb. to \$3.3323. The protein price fell \$0.45 to \$3.4173.

May Ag Prices Report

As expected yesterday's Agricultural Prices Report included a record high all-milk price for the third consecutive month. At \$27.30, May's price was 20 cents higher than April. When June prices are released at the end of July, a fourth consecutive record should be set.

Dairy Margin Coverage

There will be no indemnity payments through the Dairy Margin Coverage program for May milk. In addition to the record high all-milk price, the soybean meal price fell \$34/ton, corn increased 18 cents/bu., and hay rose \$3/ton. The DMC feed costs fell \$0.01/cwt. from April, resulting in an IOFC of \$12.51.