

CASH DAIRY PRODUCT MARKETS

For Week Ending:	Weekly Average for Week Ending:							Friday's
	08/11/23	08/18/23	08/25/23	09/01/23	09/08/23	09/15/23	09/22/23	Close
CME Cheddar 40# Blocks	\$ 1.9705	\$ 2.0150	\$ 1.9470	\$ 1.9745	\$ 1.9500	\$ 1.9010	\$ 1.8220	\$ 1.7800
CME Cheddar Barrels	\$ 1.8055	\$ 1.8135	\$ 1.8045	\$ 1.8500	\$ 1.8575	\$ 1.8165	\$ 1.6310	\$ 1.6000
CME Grade "AA" Butter	\$ 2.6690	\$ 2.7205	\$ 2.7020	\$ 2.6430	\$ 2.7100	\$ 2.7270	\$ 2.8750	\$ 3.0000
USDA Western NFD (Mostly)	\$ 1.1150	\$ 1.1150	\$ 1.0950	\$ 1.0750	\$ 1.0850	\$ 1.0850	\$ 1.1000	
USDA Western Whey (Mostly)	\$ 0.2950	\$ 0.3100	\$ 0.3200	\$ 0.3400	\$ 0.3300	\$ 0.3250	\$ 0.3250	
USDA Central Whey (Mostly)	\$ 0.2500	\$ 0.2525	\$ 0.2950	\$ 0.2700	\$ 0.2800	\$ 0.2900	\$ 0.2900	
NDPSR Survey For Week Ending:	07/28/23	08/04/23	08/11/23	08/18/23	08/25/23	09/01/23	09/08/23	09/15/23
Cheddar 40# Blocks:	\$ 1.5391	\$ 1.7041	\$ 1.8417	\$ 1.9374	\$ 1.9937	\$ 2.0094	\$ 2.0108	\$ 2.0065
Cheddar Barrels (38% Moisture):	\$ 1.4844	\$ 1.6544	\$ 1.7871	\$ 1.8214	\$ 1.8503	\$ 1.8534	\$ 1.8815	\$ 1.8959
Butter	\$ 2.5420	\$ 2.6351	\$ 2.6339	\$ 2.6862	\$ 2.6941	\$ 2.6765	\$ 2.6704	\$ 2.7065
Nonfat Dry Milk	\$ 1.1264	\$ 1.1381	\$ 1.1356	\$ 1.1394	\$ 1.1367	\$ 1.1068	\$ 1.1354	\$ 1.1207
Whey	\$ 0.2561	\$ 0.2489	\$ 0.2635	\$ 0.2706	\$ 0.2665	\$ 0.2761	\$ 0.2852	\$ 0.2967
Class III Estimator	\$ 13.98	\$ 15.59	\$ 16.98	\$ 17.67	\$ 18.06	\$ 18.20	\$ 18.39	\$ 18.52
Class IV Estimator	\$ 18.29	\$ 18.78	\$ 18.76	\$ 19.01	\$ 19.02	\$ 18.69	\$ 18.91	\$ 18.94

MONTHLY MILK AND MILK COMPONENT PRICES

For Month:	Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23	Jul-23	Aug-23
FMMO Prices, 3.5% Fat, 2.99% True Protein								
FMMO Class I Base Price	\$ 22.41	\$ 20.78	\$ 18.99	\$ 18.85	\$ 19.57	\$ 18.01	\$ 17.32	\$ 16.62
FMMO Class II Price	\$ 21.61	\$ 20.83	\$ 19.52	\$ 19.20	\$ 19.11	\$ 18.83	\$ 19.12	\$ 19.91
FMMO Class III	\$ 19.43	\$ 17.78	\$ 18.10	\$ 18.52	\$ 16.11	\$ 14.91	\$ 13.77	\$ 17.19
FMMO Class IV	\$ 20.01	\$ 18.86	\$ 18.38	\$ 17.95	\$ 18.10	\$ 18.26	\$ 18.26	\$ 18.91
FMMO Producer Component Prices Per Pound								
Milkfat	\$ 2.7713	\$ 2.3650	\$ 2.7300	\$ 2.7009	\$ 2.7572	\$ 2.7605	\$ 2.7986	\$ 3.0218
True Protein	\$ 2.8058	\$ 2.7178	\$ 2.4085	\$ 2.5603	\$ 1.8002	\$ 1.5144	\$ 1.1991	\$ 2.0851
Other Solids	\$ 0.2343	\$ 0.2101	\$ 0.2338	\$ 0.2479	\$ 0.1877	\$ 0.1266	\$ 0.0689	\$ 0.0648

CHICAGO MERCANTILE EXCHANGE (CME) FUTURES MARKETS

Closing Prices	SEP23	OCT23	NOV23	DEC23	JAN24	FEB24	MAR24	APR24
Cash Settled Butter (¢ / lb.):	271.650	294.750	289.500	273.000	265.000	261.000	260.000	255.000
Change from last week (¢ / lb.):	4.000	22.350	18.200	7.000	7.000	4.875	3.000	(1.000)
Cash Settled Cheese (\$ / lb.):	\$ 1.7950	\$ 1.8060	\$ 1.8610	\$ 1.8740	\$ 1.8740	\$ 1.8770	\$ 1.8850	\$ 1.9050
Change from last week:	\$ (0.115)	\$ (0.105)	\$ (0.057)	\$ (0.016)	\$ (0.016)	\$ (0.013)	\$ (0.001)	\$ 0.009
Class III Milk Contract, 3.5% Fat	\$ 18.41	\$ 17.16	\$ 17.34	\$ 17.85	\$ 18.15	\$ 18.29	\$ 18.33	\$ 18.40
Change from last week:	\$ 0.01	\$ (0.94)	\$ (0.99)	\$ (0.50)	\$ (0.10)	\$ 0.04	\$ 0.01	\$ 0.02
Open Interest	4182	4266	3026	2125	982	862	694	506
Change from last week:	-162	258	832	433	127	26	44	17

DAIRY NEWS OF INTEREST

Market Update

The spot cheese market took a serious tumble this week, blocks dropped a dime to \$1.78 on 3 truckloads and barrels plummeted 21 cents to \$1.60 on 35 loads traded. The block barrel spread grew 11 cents and now sits at 18 cents. Butter was the biggest gainer of the week, picking up 28.25 cents to \$3.00 on 23 sales. Nonfat dry milk prices increased 5.75 cents to \$1.17 on 13 loads traded.

In futures markets Class III contracts average \$17.87 from September through February 2024, and Class IV contracts average \$19.62 for the same six months.

Global Dairy Trade

The Global Dairy Trade Auction takes place on the first and third Tuesday of each month. This Tuesday's event concluded with the price index up 4.6%. Anhydrous milk fat rose 5.3% to \$2.1714, skim milk powder increased 5.4% to \$1.0886, whole milk powder picked up 4.6% to \$1.2696, and butter experienced 3.8% growth to \$2.1423.

August Milk Production

According to the USDA's August milk production report, total production was down 0.2% to 19 billion pounds. Production per cow was one pound below August 2022 at 2,021 pounds. The number of milk cows on farms in the U.S. was 9.39 million head, down 16,000 from last year but no change from last month. California saw a 5.5% decrease in production to 3.521 billion pounds and was down 7,000 head of cows. Wisconsin production increased 1.1% to 2.766 billion pounds and lost 3,000 cows. Idaho experienced no change in production remaining at 1.462 billion pounds and picked up 9,000 cows. New York produced 3.7% more milk at 1.386 billion pounds, and their cow count grew by 7,000. Texas was down 3% to 1.34 billion pounds and lost 15,000 cows.

Livestock Slaughter

275,500 dairy cows were culled in August, 31,300 more than last month and 9,400 more than the previous year.

October Class I Base Price

The October Class I base price is \$19.47, up \$0.57.