

## CASH DAIRY PRODUCT MARKETS

For Week Ending:	Weekly Average for Week Ending:							Friday's Close
	06/09/17	06/16/17	06/23/17	06/30/17	07/07/17	07/14/17	07/21/17	
CME Cheddar 40# Blocks	\$ 1.6480	\$ 1.6270	\$ 1.5680	\$ 1.5190	\$ 1.5431	\$ 1.6250	\$ 1.7055	\$ 1.7075
CME Cheddar Barrels	\$ 1.4275	\$ 1.4030	\$ 1.3510	\$ 1.3615	\$ 1.3663	\$ 1.4330	\$ 1.4550	\$ 1.4100
CME Grade "AA" Butter	\$ 2.4885	\$ 2.6110	\$ 2.5900	\$ 2.6340	\$ 2.6119	\$ 2.5985	\$ 2.6175	\$ 2.5850
USDA Western NFDM (Mostly)	\$ 0.9525	\$ 0.9325	\$ 0.9200	\$ 0.8900	\$ 0.8900	\$ 0.8950	\$ 0.8950	
USDA Western Whey (Mostly)	\$ 0.4450	\$ 0.4400	\$ 0.4400	\$ 0.4375	\$ 0.4325	\$ 0.4250	\$ 0.4250	
USDA Central Whey (Mostly)	\$ 0.4550	\$ 0.4500	\$ 0.4425	\$ 0.4375	\$ 0.4375	\$ 0.4300	\$ 0.4250	
<b>NDPSR Survey For Week Ending:</b>	<b>05/27/17</b>	<b>06/03/17</b>	<b>06/10/17</b>	<b>06/17/17</b>	<b>06/24/17</b>	<b>07/01/17</b>	<b>07/08/17</b>	<b>07/15/17</b>
Cheddar 40# Blocks:	\$ 1.6127	\$ 1.6758	\$ 1.7152	\$ 1.7053	\$ 1.6927	\$ 1.6450	\$ 1.6110	\$ 1.5893
Cheddar Barrels (38% Moisture):	\$ 1.5278	\$ 1.5371	\$ 1.5547	\$ 1.5227	\$ 1.4943	\$ 1.4380	\$ 1.4204	\$ 1.4178
Butter	\$ 2.3087	\$ 2.3213	\$ 2.3887	\$ 2.4566	\$ 2.5680	\$ 2.5726	\$ 2.6540	\$ 2.6086
Nonfat Dry Milk	\$ 0.8873	\$ 0.8965	\$ 0.9219	\$ 0.9203	\$ 0.9210	\$ 0.9176	\$ 0.9023	\$ 0.9028
Whey	\$ 0.4904	\$ 0.4992	\$ 0.4993	\$ 0.4864	\$ 0.4763	\$ 0.4753	\$ 0.4518	\$ 0.4467
Class III Estimator	\$ 15.82	\$ 16.23	\$ 16.53	\$ 16.28	\$ 16.07	\$ 15.57	\$ 15.21	\$ 15.05
Class IV Estimator	\$ 15.24	\$ 15.38	\$ 15.88	\$ 16.16	\$ 16.63	\$ 16.62	\$ 16.84	\$ 16.65

## MONTHLY MILK AND MILK COMPONENT PRICES

For Month:	Nov-16	Dec-16	Jan-17	Feb-17	Mar-17	Apr-17	May-17	Jun-17
<b>FMMO Prices, 3.5% Fat, 2.99% True Protein</b>								
FMMO Class I Base Price	\$ 14.78	\$ 16.88	\$ 17.45	\$ 16.93	\$ 16.90	\$ 16.05	\$ 15.20	\$15.31
FMMO Class II Price	\$ 14.60	\$ 15.26	\$ 16.36	\$ 16.52	\$ 16.21	\$ 14.81	\$ 14.84	\$16.15
FMMO Class III	\$ 16.76	\$ 17.40	\$ 16.77	\$ 16.88	\$ 15.81	\$ 15.22	\$ 15.57	\$16.44
FMMO Class IV	\$ 13.76	\$ 14.97	\$ 16.19	\$ 15.59	\$ 14.32	\$ 14.01	\$ 14.49	\$15.89
<b>FMMO Producer Component Prices Per Pound</b>								
Milkfat	\$ 2.1044	\$ 2.3354	\$ 2.5253	\$ 2.4274	\$ 2.4176	\$ 2.3548	\$ 2.4134	\$ 2.7066
True Protein	\$ 2.8085	\$ 2.6922	\$ 2.1768	\$ 2.2348	\$ 1.8198	\$ 1.6955	\$ 1.7723	\$ 1.7545
Other Solids	\$ 0.1750	\$ 0.2063	\$ 0.2503	\$ 0.2990	\$ 0.3345	\$ 0.3350	\$ 0.3196	\$ 0.3014
California Overbase Fat	\$ 2.1200	\$ 2.2800	\$ 2.4000	\$ 2.3600	\$ 2.3500	\$ 2.2900	\$ 2.4150	
California Overbase SNF	\$ 0.9300	\$ 0.9000	\$ 0.8300	\$ 0.8310	\$ 0.6800	\$ 0.6900	\$ 0.7250	

## CHICAGO MERCANTILE EXCHANGE (CME) FUTURES MARKETS

Closing Prices	JUL17	AUG17	SEP17	OCT17	NOV17	DEC17	JAN18	FEB18
Cash Settled Butter (¢ / lb.):	260.250	261.850	263.475	264.525	262.975	247.000	233.950	232.475
Change from last week (¢ / lb.):	(0.500)	(2.650)	(0.625)	1.775	1.725	(0.275)	(2.000)	(0.325)
Cash Settled Cheese (\$ / lb.):	\$ 1.5500	\$ 1.6240	\$ 1.6650	\$ 1.7030	\$ 1.7160	\$ 1.7110	\$ 1.7000	\$ 1.7030
Change from last week:	\$ (0.006)	\$ (0.046)	\$ (0.050)	\$ (0.033)	\$ (0.016)	\$ (0.013)	\$ (0.010)	\$ (0.007)
Class III Milk Contract, 3.5% Fat	\$ 15.50	\$ 16.10	\$ 16.46	\$ 16.71	\$ 16.83	\$ 16.73	\$ 16.56	\$ 16.59
Change from last week:	\$ (0.12)	\$ (0.55)	\$ (0.52)	\$ (0.39)	\$ (0.22)	\$ (0.10)	\$ (0.09)	\$ 0.02
Open Interest	5218	5163	4639	3350	2916	2658	913	795
Change from last week:	140	285	184	193	126	33	82	24

## DAIRY NEWS OF INTEREST

### Market Update

On the CME cash market this week barrel cheese was the most active, being traded 40 times and losing 6.5 cents, finishing at \$1.41/lb. Block cheese gained 3.25 cents after 8 trades, settling at \$1.7075/lb. The block-barrel spread is currently at 29.75 cents, the highest since October 2014. Butter was traded 26 times and decreased 1.5 cents. Nonfat dry milk gained a penny after 28 trades.

### August Class I Mover

The August Class I base price was announced to be \$16.72/cwt. This is an increase of \$0.13 from July and a \$1.65 increase from the prior year.

### Estimated May Fluid Milk Sales

USDA reported that total fluid milk sales in May totaled 4,062 million pounds, which is just 0.4% higher than the previous May. Conventional whole and flavored milk increased sales 4.3% and 18.3% from May 2016, respectively. Fat-free milk decreased 10.1% and low fat milk lost 5.1% in sales from the previous year.

### Global Dairy Trade Auction

This week's GDT event resulted in a 0.2% increase in overall index. Cheddar saw a 1.6% increase, finishing at \$1.8652/lb. Butter went up 3.4% resulting in a price of \$2.9833/lb., and skim milk powder lost 3.2% to \$0.9181/lb. Whole milk powder grew 0.3% to \$1.4125/lb.

### Livestock Slaughter

According to USDA 236,700 cows were culled in June of 2017. This is down slightly from May and up 13,000 from June 2016.

### June Milk Production

USDA reported that milk production in the 23 major milk producing states totaled 16.9 billion pounds during the month of June, a growth of 1.7% from June 2016. Milk production per cow also increased, reaching 1,939 pounds, up 13 pounds from June 2016. This is the highest production per cow for June since the 23 State series began in 2003. The milk herd in the 23 major states is up to 8.73 million cows, 83,000 higher than June 2016 and 4,000 more than May 2017.