

CASH DAIRY PRODUCT MARKETS

For Week Ending:	Weekly Average for Week Ending:							Friday's
	01/12/18	01/19/18	01/26/18	02/02/18	02/09/18	02/16/18	02/23/18	Close
CME Cheddar 40# Blocks	\$ 1.4555	\$ 1.5263	\$ 1.5145	\$ 1.4635	\$ 1.5170	\$ 1.5175	\$ 1.5288	\$ 1.4950
CME Cheddar Barrels	\$ 1.2855	\$ 1.3231	\$ 1.3460	\$ 1.3215	\$ 1.3590	\$ 1.4025	\$ 1.4794	\$ 1.4600
CME Grade "AA" Butter	\$ 2.1705	\$ 2.1406	\$ 2.1215	\$ 2.1305	\$ 2.0675	\$ 2.0955	\$ 2.1656	\$ 2.1725
USDA Western NFD (Mostly)	\$ 0.6850	\$ 0.6950	\$ 0.7050	\$ 0.7050	\$ 0.7250	\$ 0.7250	\$ 0.7250	
USDA Western Whey (Mostly)	\$ 0.2625	\$ 0.2600	\$ 0.2600	\$ 0.2400	\$ 0.2400	\$ 0.2400	\$ 0.2400	
USDA Central Whey (Mostly)	\$ 0.2488	\$ 0.2425	\$ 0.2425	\$ 0.2400	\$ 0.2400	\$ 0.2400	\$ 0.2350	
NDPSR Survey For Week Ending:	12/30/17	01/06/18	01/13/18	01/20/18	01/27/18	02/03/18	02/10/18	02/17/18
Cheddar 40# Blocks:	\$ 1.5208	\$ 1.5162	\$ 1.5221	\$ 1.5278	\$ 1.5300	\$ 1.5283	\$ 1.5357	\$ 1.5273
Cheddar Barrels (38% Moisture):	\$ 1.6156	\$ 1.5536	\$ 1.4962	\$ 1.4201	\$ 1.3964	\$ 1.3780	\$ 1.3720	\$ 1.3874
Butter	\$ 2.2244	\$ 2.2373	\$ 2.2312	\$ 2.1822	\$ 2.1550	\$ 2.1524	\$ 2.1303	\$ 2.0702
Nonfat Dry Milk	\$ 0.7064	\$ 0.6974	\$ 0.6904	\$ 0.6950	\$ 0.7036	\$ 0.6981	\$ 0.7129	\$ 0.7118
Whey	\$ 0.2812	\$ 0.2796	\$ 0.2809	\$ 0.2696	\$ 0.2709	\$ 0.2524	\$ 0.2528	\$ 0.2504
Class III Estimator	\$ 14.54	\$ 14.21	\$ 13.97	\$ 13.54	\$ 13.44	\$ 13.23	\$ 13.23	\$ 13.22
Class IV Estimator	\$ 13.33	\$ 13.31	\$ 13.22	\$ 13.06	\$ 13.01	\$ 12.96	\$ 12.99	\$ 12.73

MONTHLY MILK AND MILK COMPONENT PRICES

For Month:	Jun-17	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	DEC-17	JAN-18
FMMO Prices, 3.5% Fat, 2.99% True Protein								
FMMO Class I Base Price	\$ 15.31	\$ 16.59	\$ 16.72	\$ 16.71	\$ 16.44	\$ 16.41	\$ 16.88	\$15.44
FMMO Class II Price	\$ 16.15	\$ 17.48	\$ 17.56	\$ 16.80	\$ 15.95	\$ 15.32	\$ 14.49	\$14.11
FMMO Class III	\$ 16.44	\$ 15.45	\$ 16.57	\$ 16.36	\$ 16.69	\$ 16.88	\$ 15.44	\$14.00
FMMO Class IV	\$ 15.89	\$ 16.60	\$ 16.61	\$ 15.86	\$ 14.85	\$ 13.99	\$ 13.51	\$13.13
FMMO Producer Component Prices Per Pound								
Milkfat	\$ 2.7066	\$ 2.9456	\$ 3.0109	\$ 2.8559	\$ 2.6646	\$ 2.5546	\$ 2.4951	\$ 2.4531
True Protein	\$ 1.7545	\$ 1.2248	\$ 1.5536	\$ 1.6988	\$ 2.1084	\$ 2.3412	\$ 2.0378	\$ 1.6612
Other Solids	\$ 0.3014	\$ 0.2599	\$ 0.2425	\$ 0.2241	\$ 0.1853	\$ 0.1644	\$ 0.1070	\$ 0.0787
California Overbase Fat	\$ 2.6920	\$ 2.7920	\$ 2.9300	\$ 2.7540	\$ 2.6190	\$ 2.5000	\$ 2.4170	\$ 2.3760
California Overbase SNF	\$ 0.6850	\$ 0.6490	\$ 0.6850	\$ 0.6450	\$ 0.7280	\$ 0.7210	\$ 0.6020	\$ 0.5660

CHICAGO MERCANTILE EXCHANGE (CME) FUTURES MARKETS

Closing Prices	FEB18	MAR18	APR18	MAY18	JUN18	JUL18	AUG18	SEP18
Cash Settled Butter (¢ / lb.):	211.500	224.000	228.000	230.000	230.825	231.975	233.700	234.250
Change from last week (¢ / lb.):	(0.625)	5.975	7.025	6.500	6.575	5.975	5.650	5.725
Cash Settled Cheese (\$ / lb.):	\$ 1.4770	\$ 1.5220	\$ 1.5140	\$ 1.5270	\$ 1.5830	\$ 1.6380	\$ 1.6730	\$ 1.6950
Change from last week:	\$ (0.002)	\$ (0.020)	\$ (0.018)	\$ (0.028)	\$ (0.012)	\$ (0.006)	\$ (0.003)	\$ -
Class III Milk Contract, 3.5% Fat	\$ 13.42	\$ 13.87	\$ 13.86	\$ 14.06	\$ 14.61	\$ 15.21	\$ 15.57	\$ 15.84
Change from last week:	\$ (0.07)	\$ (0.23)	\$ (0.20)	\$ (0.28)	\$ (0.14)	\$ (0.10)	\$ (0.12)	\$ (0.03)
Open Interest	3142	4360	3374	2568	2212	1663	1520	1637
Change from last week:	(104)	(401)	324	56	54	63	44	25

DAIRY NEWS OF INTEREST

Market Update

On the CME cash market butter was the most active with 44 trades occurring for a gain of 7.25 cents. Block cheese decreased by 4.5 cents after just 3 trades. Barrel cheese lost 2 cents on 31 trades. Nonfat dry milk finished at \$0.6725/lb. after 11 trades, down 3.25 cents.

March Class I Mover

The March Class I base price was announced to be \$13.36/cwt. This is a decrease of \$0.89 from February and \$3.54 from the prior year.

January Milk Production

According to USDA, January milk production increased 1.8% when compared to the previous year. Overall, milk production in 2017 was up 1.7%, or 3.1 billion pounds from 2016. Milk per cow strengthened by 163 pounds in 2017 from the prior year. The U.S. dairy herd was reported at 9.4 million head, an increase of 46,000 cows from January 2017. Colorado led the states with a 10.4% increase in production from 2017 followed by Utah with +8.0%, TX, +5.8%, and NM, +5.0%.

Global Dairy Trade Auction

This week's GDT event resulted in a 0.5% decrease in the overall index. Cheddar cheese lost 1.3% to \$1.6720/lb., and skim milk powder declined 3.0% to \$0.8310/lb. Whole milk powder gained 0.3% resulting in a price of \$1.4724/lb. Butter increased 1.1% to \$2.4195/lb.

January Livestock Slaughter Report

USDA's Livestock Slaughter report showed 289,800 dairy cows being culled, an increase of 42,500 from December and 20,800 more than last January.

January Cold Storage

USDA reported that total cheese inventories reached 1.275 billion pounds, down slightly from December, but an increase of 7% from the previous year. American cheese cold storage was reported at 738.2 million pounds, up 2% from the prior year. Butter stocks are at 223.8 million pounds, an increase of 55 million pounds (33%) from last month and 2.3 million pounds (1%) from last year.