

## CASH DAIRY PRODUCT MARKETS

For Week Ending:	Weekly Average for Week Ending:							Friday's
	01/22/21	01/29/21	02/05/21	02/12/21	02/19/21	02/26/21	03/05/21	Close
CME Cheddar 40# Blocks	\$ 1.6981	\$ 1.5890	\$ 1.5810	\$ 1.6025	\$ 1.5338	\$ 1.6015	\$ 1.6655	\$ 1.7325
CME Cheddar Barrels	\$ 1.4456	\$ 1.3945	\$ 1.4275	\$ 1.4980	\$ 1.4419	\$ 1.4090	\$ 1.4465	\$ 1.5075
CME Grade "AA" Butter	\$ 1.4163	\$ 1.2865	\$ 1.2680	\$ 1.3135	\$ 1.4988	\$ 1.4860	\$ 1.6815	\$ 1.6900
USDA Western NFD (Mostly)	\$ 1.1875	\$ 1.1650	\$ 1.1650	\$ 1.1400	\$ 1.1350	\$ 1.1150	\$ 1.1275	
USDA Western Whey (Mostly)	\$ 0.4875	\$ 0.5000	\$ 0.5075	\$ 0.5150	\$ 0.5150	\$ 0.5413	\$ 0.5475	
USDA Central Whey (Mostly)	\$ 0.4900	\$ 0.4950	\$ 0.5025	\$ 0.5075	\$ 0.5200	\$ 0.5225	\$ 0.5625	
NDPSR Survey For Week Ending:	01/09/20	01/16/20	01/23/20	01/30/20	02/06/20	02/13/20	02/20/20	02/27/20
Cheddar 40# Blocks:	\$ 1.6670	\$ 1.6992	\$ 1.7853	\$ 1.7717	\$ 1.7638	\$ 1.7162	\$ 1.6553	\$ 1.6186
Cheddar Barrels (38% Moisture):	\$ 1.5260	\$ 1.5818	\$ 1.6233	\$ 1.5533	\$ 1.4774	\$ 1.4658	\$ 1.4963	\$ 1.4969
Butter	\$ 1.4884	\$ 1.4637	\$ 1.4149	\$ 1.4344	\$ 1.3460	\$ 1.3328	\$ 1.3609	\$ 1.4008
Nonfat Dry Milk	\$ 1.1242	\$ 1.1353	\$ 1.1528	\$ 1.1441	\$ 1.1492	\$ 1.1281	\$ 1.1180	\$ 1.0867
Whey	\$ 0.4404	\$ 0.4577	\$ 0.4726	\$ 0.4817	\$ 0.4957	\$ 0.5029	\$ 0.5098	\$ 0.5171
Class III Estimator	\$ 15.43	\$ 15.95	\$ 16.63	\$ 16.29	\$ 15.93	\$ 15.68	\$ 15.58	\$ 15.47
Class IV Estimator	\$ 13.80	\$ 13.80	\$ 13.74	\$ 13.75	\$ 13.42	\$ 13.18	\$ 13.21	\$ 13.11

## MONTHLY MILK AND MILK COMPONENT PRICES

For Month:	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21
<b>FMMO Prices, 3.5% Fat, 2.99% True Protein</b>								
FMMO Class I Base Price	\$ 16.56	\$ 19.78	\$ 18.44	\$ 15.25	\$ 18.04	\$ 19.87	\$ 15.14	\$ 15.54
FMMO Class II Price	\$ 13.79	\$ 13.27	\$ 13.16	\$ 13.63	\$ 13.86	\$ 14.01	\$ 14.18	\$ 14.00
FMMO Class III	\$ 24.54	\$ 19.77	\$ 16.43	\$ 21.61	\$ 23.34	\$ 15.72	\$ 16.04	\$ 15.75
FMMO Class IV	\$ 13.76	\$ 12.53	\$ 12.75	\$ 13.47	\$ 13.30	\$ 13.36	\$ 13.75	\$ 13.19
<b>FMMO Producer Component Prices Per Pound</b>								
Milkfat	\$ 1.9583	\$ 1.6275	\$ 1.5932	\$ 1.6388	\$ 1.5553	\$ 1.5399	\$ 1.5541	\$ 1.4376
True Protein	\$ 5.6294	\$ 4.4394	\$ 3.3935	\$ 5.0146	\$ 5.6226	\$ 3.0282	\$ 3.0355	\$ 2.9816
Other Solids	\$ 0.1492	\$ 0.1387	\$ 0.1241	\$ 0.1534	\$ 0.1894	\$ 0.2245	\$ 0.2682	\$ 0.3161

## CHICAGO MERCANTILE EXCHANGE (CME) FUTURES MARKETS

Closing Prices	MAR21	APR21	MAY21	JUN21	JUL21	AUG21	SEP21	OCT21
Cash Settled Butter (¢ / lb.):	160.350	168.725	172.050	175.475	176.650	177.000	179.000	180.475
Change from last week (¢ / lb.):	(2.650)	0.725	0.050	2.825	(0.475)	(1.500)	(0.500)	(0.525)
Cash Settled Cheese (\$ / lb.):	\$ 1.6300	\$ 1.6840	\$ 1.7400	\$ 1.7750	\$ 1.7840	\$ 1.7960	\$ 1.8050	\$ 1.8130
Change from last week:	\$ 0.010	\$ (0.050)	\$ (0.034)	\$ (0.020)	\$ (0.024)	\$ (0.014)	\$ (0.015)	\$ (0.009)
Class III Milk Contract, 3.5% Fat	\$ 16.27	\$ 16.76	\$ 17.22	\$ 17.54	\$ 17.57	\$ 17.69	\$ 17.75	\$ 17.82
Change from last week:	\$ 0.64	\$ 0.54	\$ (0.21)	\$ (0.21)	\$ (0.33)	\$ (0.29)	\$ (0.25)	\$ (0.28)
Open Interest	3729	3053	2576	2361	1333	1312	1338	1139
Change from last week:	(155)	(161)	(104)	(54)	(28)	(24)	(20)	(2)

## DAIRY NEWS OF INTEREST

### Market Update

Butter was the star of the show this week on the CME cash market after gaining 27 cents on 35 trades to \$1.69/lb. Cheese prices followed, with block cheese gaining 11.5 cents on 12 trades and barrel cheese increasing 8.75 cents after 9 trades. Nonfat dry milk changed hands 33 times, ending at \$1.1775/lb., up 4.5 cents.

In futures markets, Class III contracts for the next six months average \$17.18/cwt., while Class IV contracts average \$14.62/cwt.

### Class Prices

USDA reported the February Class III price at \$15.75/cwt., a decline of 29 cents from January and \$1.25 from the prior year. Class III is still higher than the February Class I price of \$15.54/cwt. Class IV was reported at \$13.19/cwt., down 56 cents from January and \$3.01 from the previous year.

### Global Dairy Trade Auction

This week's GDT event resulted in a 15% jump in overall index. This is the 8th consecutive GDT index increase. Cheddar climbed 1.3% to \$1.9414/lb. Whole milk powder shot up 21% to \$1.9795/lb., and skim milk powder gained 3.5% to \$1.4978/lb. Butter increased 13.7% to \$2.6427/lb.

### Dairy Products

January butter production increased 7% from last year to 206.9 million pounds, the highest January butter production ever. Other-than-American cheese production declined by 2.3%, but a strong American cheese production increase of 5% tipped total cheese production into a growth of 0.5%. Nonfat dry milk production also set a January record with 196.9 million pounds produced for an 11.7% increase from the prior January. Skim milk powder production of just 36.9 million pounds declined 8% vs. last year.

### U.S. Dairy Farms

USDA reported the number of licensed U.S. dairy farms fell to 31,657 herds, a reduction of 2,500 herds (7.5%).