

CASH DAIRY PRODUCT MARKETS

For Week Ending:	Weekly Average for Week Ending:							Friday's Close
	05/05/17	05/12/17	05/19/17	05/26/17	06/02/17	06/09/17	06/16/17	
CME Cheddar 40# Blocks	\$ 1.5060	\$ 1.6130	\$ 1.6595	\$ 1.6825	\$ 1.7281	\$ 1.6480	\$ 1.6270	\$ 1.6150
CME Cheddar Barrels	\$ 1.4225	\$ 1.4920	\$ 1.5020	\$ 1.4830	\$ 1.5269	\$ 1.4275	\$ 1.4030	\$ 1.3800
CME Grade "AA" Butter	\$ 2.1110	\$ 2.1730	\$ 2.3740	\$ 2.3690	\$ 2.4163	\$ 2.4885	\$ 2.6110	\$ 2.5600
USDA Western NFD (Mostly)	\$ 0.8550	\$ 0.8650	\$ 0.8900	\$ 0.9200	\$ 0.9450	\$ 0.9525	\$ 0.9325	
USDA Western Whey (Mostly)	\$ 0.4750	\$ 0.4650	\$ 0.4600	\$ 0.4600	\$ 0.4500	\$ 0.4450	\$ 0.4400	
USDA Central Whey (Mostly)	\$ 0.5000	\$ 0.4975	\$ 0.4900	\$ 0.4850	\$ 0.4738	\$ 0.4550	\$ 0.4500	
NDPSR Survey For Week Ending:	04/22/17	04/29/17	05/06/17	05/13/17	05/20/17	05/27/17	06/03/17	06/10/17
Cheddar 40# Blocks:	\$ 1.5028	\$ 1.5028	\$ 1.5253	\$ 1.5378	\$ 1.5752	\$ 1.6127	\$ 1.6752	\$ 1.7156
Cheddar Barrels (38% Moisture):	\$ 1.4740	\$ 1.4740	\$ 1.4573	\$ 1.4675	\$ 1.4876	\$ 1.5278	\$ 1.5424	\$ 1.5547
Butter	\$ 2.1088	\$ 2.1088	\$ 2.1052	\$ 2.1185	\$ 2.1920	\$ 2.3087	\$ 2.3215	\$ 2.3886
Nonfat Dry Milk	\$ 0.8464	\$ 0.8464	\$ 0.8634	\$ 0.8605	\$ 0.8725	\$ 0.8872	\$ 0.8966	\$ 0.9226
Whey	\$ 0.5106	\$ 0.5106	\$ 0.5171	\$ 0.5060	\$ 0.5173	\$ 0.4906	\$ 0.5006	\$ 0.4996
Class III Estimator	\$ 15.06	\$ 15.06	\$ 15.13	\$ 15.18	\$ 15.55	\$ 15.82	\$ 16.26	\$ 16.53
Class IV Estimator	\$ 14.05	\$ 14.05	\$ 14.18	\$ 14.21	\$ 14.62	\$ 15.24	\$ 15.38	\$ 15.89

MONTHLY MILK AND MILK COMPONENT PRICES

For Month:	Oct-16	Nov-16	Dec-16	Jan-17	Feb-17	Mar-17	Apr-17	May-17
FMMO Prices, 3.5% Fat, 2.99% True Protein								
FMMO Class I Base Price	\$ 16.60	\$ 14.78	\$ 16.88	\$ 17.45	\$ 16.93	\$ 16.90	\$ 16.05	\$15.20
FMMO Class II Price	\$ 14.09	\$ 14.60	\$ 15.26	\$ 16.36	\$ 16.52	\$ 16.21	\$ 14.81	\$14.84
FMMO Class III	\$ 14.82	\$ 16.76	\$ 17.40	\$ 16.77	\$ 16.88	\$ 15.81	\$ 15.22	\$15.57
FMMO Class IV	\$ 13.66	\$ 13.76	\$ 14.97	\$ 16.19	\$ 15.59	\$ 14.32	\$ 14.01	\$14.49
FMMO Producer Component Prices Per Pound								
Milkfat	\$ 2.0493	\$ 2.1044	\$ 2.3354	\$ 2.5253	\$ 2.4274	\$ 2.4176	\$ 2.3548	\$ 2.4134
True Protein	\$ 2.2975	\$ 2.8085	\$ 2.6922	\$ 2.1768	\$ 2.2348	\$ 1.8198	\$ 1.6955	\$ 1.7723
Other Solids	\$ 0.1351	\$ 0.1750	\$ 0.2063	\$ 0.2503	\$ 0.2990	\$ 0.3345	\$ 0.3350	\$ 0.3196
California Overbase Fat	\$ 2.0100	\$ 2.1200	\$ 2.2800	\$ 2.4000	\$ 2.3600	\$ 2.3500	\$ 2.2900	
California Overbase SNF	\$ 0.8000	\$ 0.9300	\$ 0.9000	\$ 0.8300	\$ 0.8310	\$ 0.6800	\$ 0.6900	

CHICAGO MERCANTILE EXCHANGE (CME) FUTURES MARKETS

Closing Prices	JUN17	JUL17	AUG17	SEP17	OCT17	NOV17	DEC17	JAN18
Cash Settled Butter (¢ / lb.):	243.300	266.700	267.250	269.000	266.075	260.450	249.250	233.000
Change from last week (¢ / lb.):	(1.150)	13.700	12.375	13.500	11.650	6.775	3.250	0.075
Cash Settled Cheese (\$ / lb.):	\$ 1.6170	\$ 1.6300	\$ 1.7100	\$ 1.7510	\$ 1.7710	\$ 1.7660	\$ 1.7470	\$ 1.7250
Change from last week:	\$ -	\$ (0.028)	\$ (0.003)	\$ 0.004	\$ 0.015	\$ 0.011	\$ 0.006	\$ 0.012
Class III Milk Contract, 3.5% Fat	\$ 16.33	\$ 16.41	\$ 17.03	\$ 17.30	\$ 17.39	\$ 17.27	\$ 16.99	\$ 16.65
Change from last week:	\$ 0.05	\$ (0.14)	\$ 0.04	\$ 0.03	\$ 0.07	\$ 0.01	\$ (0.04)	\$ (0.07)
Open Interest	5174	4375	3897	3671	2880	2551	2463	756
Change from last week:	147	289	72	295	78	63	32	(7)

DAIRY NEWS OF INTEREST

Market Update

Butter had an interesting week on the CME cash market. After reaching a high of \$2.7050/lb. on Thursday, it settled at \$2.56/lb. for the week. Butter was traded an impressive 49 times for a gain of 8.5 cents. Barrel cheese was also actively traded this week with 46 trades occurring for a loss of 3.5 cents. Block cheese remained unchanged until Friday, losing 1.5 cents on 2 trades. Nonfat dry milk went up a quarter of a penny on 14 trades.

Weekly Slaughter Update

USDA reports that for the week ending June 3rd, dairy culling reached 47,000 head. This was up 1,200 head from the previous year. Year to date, 1.3 million dairy cows have been culled, an increase of 3.1 percent compared to the same time period in 2016.

Chinese Dairy Export Program

The U.S. and China signed a Memorandum of Understanding that will increase access to Chinese markets for more than 200 U.S. dairy companies.

National All-Jersey Inc.

U.S. Dairy Consumption Update

USDA reported that April domestic butter consumption increased 27 million pounds when compared to the prior year. Declines in American cheese consumption were counteracted by increases in consumption of other-than-American cheese. Total cheese saw little change from April 2016. Skim milk powder went down 6 million pounds and nonfat dry milk dropped 13 million pounds.

Dairy Feed Outlook

USDA announced that the price for 2017 and 2018 corn is forecasted at \$3.00-\$3.80 per bushel and soybean meal is estimated to be at \$295-\$335 per short ton. Alfalfa hay price in April was \$148 per short ton, which is \$6 lower than the prior year and \$13 higher than March 2017.

NMPF Supports NAFTA Modernization

The National Milk Producers Federation Board of Directors voted unanimously to support modernizing the North American Free Trade Agreement in a way that enhances and protects the United States' current dairy market access opportunities and addresses Canada's constant use of trade-distorting measures.