

CASH DAIRY PRODUCT MARKETS

For Week Ending:	Weekly Average for Week Ending:							Friday's Close
	12/08/17	12/15/17	12/22/17	12/29/17	01/05/18	01/12/18	01/19/18	
CME Cheddar 40# Blocks	\$ 1.4895	\$ 1.4835	\$ 1.4620	\$ 1.5156	\$ 1.5056	\$ 1.4555	\$ 1.5263	\$ 1.5650
CME Cheddar Barrels	\$ 1.5925	\$ 1.6680	\$ 1.4545	\$ 1.4356	\$ 1.4038	\$ 1.2855	\$ 1.3231	\$ 1.3450
CME Grade "AA" Butter	\$ 2.2145	\$ 2.2230	\$ 2.2230	\$ 2.1930	\$ 2.2238	\$ 2.1705	\$ 2.1406	\$ 2.1200
USDA Western NFDN (Mostly)	\$ 0.7350	\$ 0.7250	\$ 0.7200	\$ 0.7000	\$ 0.6900	\$ 0.6850	\$ 0.6950	
USDA Western Whey (Mostly)	\$ 0.2975	\$ 0.2975	\$ 0.2775	\$ 0.2700	\$ 0.2650	\$ 0.2625	\$ 0.2600	
USDA Central Whey (Mostly)	\$ 0.2850	\$ 0.2800	\$ 0.2700	\$ 0.2650	\$ 0.2575	\$ 0.2488	\$ 0.2425	
NDPSR Survey For Week Ending:	11/25/17	12/02/17	12/09/17	12/16/17	12/23/17	12/30/17	01/06/18	01/13/18
Cheddar 40# Blocks:	\$ 1.7339	\$ 1.6847	\$ 1.6536	\$ 1.5883	\$ 1.5538	\$ 1.5215	\$ 1.5162	\$ 1.5221
Cheddar Barrels (38% Moisture):	\$ 1.7465	\$ 1.7242	\$ 1.6644	\$ 1.6349	\$ 1.6489	\$ 1.6156	\$ 1.5536	\$ 1.4962
Butter	\$ 2.2726	\$ 2.2442	\$ 2.2299	\$ 2.2221	\$ 2.2288	\$ 2.2244	\$ 2.2373	\$ 2.2321
Nonfat Dry Milk	\$ 0.7430	\$ 0.7416	\$ 0.7317	\$ 0.7281	\$ 0.7080	\$ 0.7076	\$ 0.6970	\$ 0.6896
Whey	\$ 0.3478	\$ 0.3249	\$ 0.2913	\$ 0.3140	\$ 0.3008	\$ 0.2813	\$ 0.2786	\$ 0.2797
Class III Estimator	\$ 16.61	\$ 16.12	\$ 15.47	\$ 15.15	\$ 14.97	\$ 14.54	\$ 14.21	\$ 13.96
Class IV Estimator	\$ 13.85	\$ 13.72	\$ 13.57	\$ 13.51	\$ 13.36	\$ 13.34	\$ 13.31	\$ 13.22

MONTHLY MILK AND MILK COMPONENT PRICES

For Month:	May-17	Jun-17	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	DEC-17
FMMO Prices, 3.5% Fat, 2.99% True Protein								
FMMO Class I Base Price	\$ 15.20	\$ 15.31	\$ 16.59	\$ 16.72	\$ 16.71	\$ 16.44	\$ 16.41	\$16.88
FMMO Class II Price	\$ 14.84	\$ 16.15	\$ 17.48	\$ 17.56	\$ 16.80	\$ 15.95	\$ 15.32	\$14.49
FMMO Class III	\$ 15.57	\$ 16.44	\$ 15.45	\$ 16.57	\$ 16.36	\$ 16.69	\$ 16.88	\$15.44
FMMO Class IV	\$ 14.49	\$ 15.89	\$ 16.60	\$ 16.61	\$ 15.86	\$ 14.85	\$ 13.99	\$13.51
FMMO Producer Component Prices Per Pound								
Milkfat	\$ 2.4134	\$ 2.7066	\$ 2.9456	\$ 3.0109	\$ 2.8559	\$ 2.6646	\$ 2.5546	\$ 2.4951
True Protein	\$ 1.7723	\$ 1.7545	\$ 1.2248	\$ 1.5536	\$ 1.6988	\$ 2.1084	\$ 2.3412	\$ 2.0378
Other Solids	\$ 0.3196	\$ 0.3014	\$ 0.2599	\$ 0.2425	\$ 0.2241	\$ 0.1853	\$ 0.1644	\$ 0.1070
California Overbase Fat	\$ 2.4200	\$ 2.6920	\$ 2.7920	\$ 2.9300	\$ 2.7540	\$ 2.6190	\$ 2.5000	
California Overbase SNF	\$ 0.7200	\$ 0.6850	\$ 0.6490	\$ 0.6850	\$ 0.6450	\$ 0.7280	\$ 0.7210	

CHICAGO MERCANTILE EXCHANGE (CME) FUTURES MARKETS

Closing Prices	JAN18	FEB18	MAR18	APR18	MAY18	JUN18	JUL18	AUG18
Cash Settled Butter (¢ / lb.):	221.750	218.000	217.625	219.000	220.175	221.700	223.600	225.500
Change from last week (¢ / lb.):	(0.250)	1.000	(0.675)	(0.750)	(1.075)	(0.325)	0.250	0.925
Cash Settled Cheese (\$ / lb.):	\$ 1.5070	\$ 1.4800	\$ 1.4770	\$ 1.5020	\$ 1.5300	\$ 1.5810	\$ 1.6350	\$ 1.6680
Change from last week:	\$ 0.007	\$ 0.042	\$ 0.023	\$ 0.014	\$ 0.002	\$ 0.012	\$ (0.001)	\$ (0.005)
Class III Milk Contract, 3.5% Fat	\$ 13.88	\$ 13.56	\$ 13.54	\$ 13.71	\$ 14.07	\$ 14.52	\$ 15.08	\$ 15.52
Change from last week:	\$ 0.12	\$ 0.49	\$ 0.38	\$ 0.17	\$ 0.15	\$ 0.15	\$ 0.09	\$ 0.11
Open Interest	3450	3655	3754	2488	2183	2004	1452	1441
Change from last week:	150	(128)	290	135	90	36	106	70

DAIRY NEWS OF INTEREST

Market Update

On the CME cash market this week barrel cheese increased by an impressive 12.75 cents and was traded 45 times. Block cheese jumped 11 cents after only 2 trades occurring this week. Butter traded 33 times and finished at \$2.12/lb., a decrease of 4 cents. Nonfat dry milk gained 4 cents during 10 trades.

February Class I Mover

The February Class I base price was announced to be \$14.25/cwt. This is a decrease of \$1.19 from January and \$2.48 from the prior year.

November Domestic Dairy Consumption

According to USDA November cheese consumption in the U.S. totaled 1.03 billion pounds, a 1.2% increase year-to-date, but a decrease of 1.2% from November 2016. Butter consumption was also down from the previous November, decreasing by 2.2%, but still up 0.6% year-to-date. Dry whey experienced an 11.6% decline in consumption from the prior year.

Global Dairy Trade Auction

This week's GDT event resulted in a 4.9% increase in the overall index. Butter gained 8.8% to \$2.2213/lb. Skim milk powder increased 6.5% to \$0.8246/lb. Cheddar was up 5.2% resulting in a price of \$1.5812/lb., and whole milk powder saw an upturn of 5.1% to \$1.3653/lb.

World Agricultural Supply and Demand Estimate

USDA reported that the 2017 U.S. milk production is projected at 215.5 billion pounds. This is a decrease of 200 million pounds from the previous months projection. 2018 dairy product price expectations have all been lowered due to decreased domestic demand and global competition. The all-milk price is forecasted to average between \$15.80/cwt. to \$16.60/cwt. for 2018.

CWT Accepts 21 Requests For Assistance

Cooperatives Working Together has helped facilitate the export of 2.7 million pounds of cheese and 688,945 pounds of butter. These sales are equivalent to 40 million pounds of milk on a milkfat basis.