

CASH DAIRY PRODUCT MARKETS

For Week Ending:	Weekly Average for Week Ending:							Friday's
	12/27/19	01/03/20	01/10/20	01/17/20	01/24/20	01/31/20	02/07/20	Close
CME Cheddar 40# Blocks	\$ 1.8306	\$ 1.8931	\$ 1.8595	\$ 1.9060	\$ 1.9913	\$ 1.9225	\$ 1.9125	\$ 1.9300
CME Cheddar Barrels	\$ 1.6663	\$ 1.6519	\$ 1.5810	\$ 1.5145	\$ 1.6156	\$ 1.5580	\$ 1.4645	\$ 1.4775
CME Grade "AA" Butter	\$ 2.0300	\$ 1.9625	\$ 1.8955	\$ 1.8990	\$ 1.8681	\$ 1.8325	\$ 1.8655	\$ 1.8325
USDA Western NFDM (Mostly)	\$ 1.2400	\$ 1.2350	\$ 1.2500	\$ 1.2550	\$ 1.2700	\$ 1.2700	\$ 1.2500	
USDA Western Whey (Mostly)	\$ 0.3488	\$ 0.3488	\$ 0.3487	\$ 0.3513	\$ 0.3563	\$ 0.3563	\$ 0.3650	
USDA Central Whey (Mostly)	\$ 0.3400	\$ 0.3400	\$ 0.3400	\$ 0.3450	\$ 0.3538	\$ 0.3538	\$ 0.3550	
NDPSR Survey For Week Ending:	12/14/19	12/21/19	12/28/19	01/04/20	01/11/20	01/18/20	01/25/20	02/01/20
Cheddar 40# Blocks:	\$ 1.9466	\$ 1.9536	\$ 1.9023	\$ 1.8873	\$ 1.8765	\$ 1.8890	\$ 1.8995	\$ 1.9450
Cheddar Barrels (38% Moisture):	\$ 2.2486	\$ 2.1028	\$ 1.9194	\$ 1.7511	\$ 1.7115	\$ 1.6858	\$ 1.6484	\$ 1.6313
Butter	\$ 1.9628	\$ 1.9984	\$ 1.9636	\$ 1.9789	\$ 1.9199	\$ 1.9549	\$ 1.9011	\$ 1.8675
Nonfat Dry Milk	\$ 1.2124	\$ 1.2185	\$ 1.2358	\$ 1.2356	\$ 1.2351	\$ 1.2429	\$ 1.2476	\$ 1.2578
Whey	\$ 0.3336	\$ 0.3368	\$ 0.3338	\$ 0.3331	\$ 0.3254	\$ 0.3342	\$ 0.3409	\$ 0.3528
Class III Estimator	\$ 19.84	\$ 19.20	\$ 18.04	\$ 17.16	\$ 16.84	\$ 16.85	\$ 16.73	\$ 16.93
Class IV Estimator	\$ 16.57	\$ 16.78	\$ 16.78	\$ 16.84	\$ 16.59	\$ 16.80	\$ 16.62	\$ 16.56

MONTHLY MILK AND MILK COMPONENT PRICES

For Month:	Jun-19	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20
FMMO Prices, 3.5% Fat, 2.99% True Protein								
FMMO Class I Base Price	\$ 17.07	\$ 17.18	\$ 17.89	\$ 17.85	\$ 17.84	\$ 18.14	\$ 19.33	\$ 19.01
FMMO Class II Price	\$ 17.30	\$ 17.61	\$ 17.60	\$ 16.93	\$ 16.68	\$ 16.85	\$ 16.81	\$ 17.05
FMMO Class III	\$ 16.27	\$ 17.55	\$ 17.60	\$ 18.31	\$ 18.72	\$ 20.45	\$ 19.37	\$ 17.05
FMMO Class IV	\$ 16.83	\$ 16.90	\$ 16.74	\$ 16.35	\$ 16.39	\$ 16.60	\$ 16.70	\$ 16.65
FMMO Producer Component Prices Per Pound								
Milkfat	\$ 2.6579	\$ 2.6858	\$ 2.6574	\$ 2.4982	\$ 2.4031	\$ 2.3195	\$ 2.1952	\$ 2.1117
True Protein	\$ 2.0046	\$ 2.4032	\$ 2.4453	\$ 2.8633	\$ 3.1700	\$ 3.9118	\$ 3.6515	\$ 2.9606
Other Solids	\$ 0.1702	\$ 0.1689	\$ 0.1730	\$ 0.1785	\$ 0.1447	\$ 0.1112	\$ 0.1341	\$ 0.1417

CHICAGO MERCANTILE EXCHANGE (CME) FUTURES MARKETS

Closing Prices	FEB20	MAR20	APR20	MAY20	JUN20	JUL20	AUG20	SEP20
Cash Settled Butter (¢ / lb.):	188.800	195.000	199.075	203.025	205.425	208.075	210.000	210.650
Change from last week (¢ / lb.):	(4.825)	(2.600)	(2.450)	(2.500)	(2.650)	(2.700)	(2.750)	(3.600)
Cash Settled Cheese (\$ / lb.):	\$ 1.7950	\$ 1.8090	\$ 1.8050	\$ 1.7920	\$ 1.8030	\$ 1.8150	\$ 1.8250	\$ 1.8370
Change from last week:	\$ (0.013)	\$ (0.046)	\$ (0.022)	\$ (0.020)	\$ (0.014)	\$ (0.012)	\$ (0.006)	\$ (0.003)
Class III Milk Contract, 3.5% Fat	\$ 17.06	\$ 17.42	\$ 17.50	\$ 17.45	\$ 17.54	\$ 17.76	\$ 17.84	\$ 17.91
Change from last week:	\$ (0.08)	\$ (0.33)	\$ (0.07)	\$ -	\$ 0.02	\$ 0.04	\$ 0.06	\$ 0.04
Open Interest	2779	3190	2081	1723	1659	864	762	900
Change from last week:	(207)	156	111	97	47	49	12	30

DAIRY NEWS OF INTEREST

Market Update

Butter was active with 84 trades for a loss of 6.75 cents. Block cheese gained a cent on 12 trades, while barrel cheese lost 2.25 cents on 40 trades. Nonfat dry milk increased a cent after 13 trades.

Global Dairy Trade Auction

This week's GDT event resulted in a 4.7% decrease in overall index. Cheddar jumped 6%, finishing at \$1.9514/lb. Whole milk powder declined by 6.2% to \$1.3785/lb. Butter increased 0.2% to \$1.9314/lb., and skim milk powder finished at \$1.3186/lb., a loss of 4.2%.

January Class Prices Announced

USDA announced the benchmark Class III price for January milk to be \$17.05/cwt. This is a decline of \$2.32 from December, but an increase of \$3.09 from January 2019. Class IV milk was priced at \$16.65/cwt., a decline of 5 cents from the previous month, while an increase of \$1.17 from the prior year. The January protein price of \$2.9606/lb. is down \$0.69 from December 2019. The butterfat price dropped by 8.35 cents from the prior month to \$2.1117/lb.

December Dairy Products

USDA's Dairy Products report showed 164.3 million pounds of nonfat dry milk were produced in December, a 15.3% increase from the prior year. 2019 American cheese production was down 0.6% from 2018, while other-than-American cheese production grew by 1.7%. Butter production totaled 177.2 million pounds, a 4% increase from December 2018. Year-to-date skim milk powder and dry whey production has dropped 8.5% and 2.5%, respectively.

U.S. Dairy Exports

USDA reported that December total U.S. dairy exports were up by 57.2 million pounds (15.9%) from the prior December. Nonfat dry milk and skim milk powder exports increased 41.5 million pounds (37.4%) to 152.5 million pounds. Total cheese exports decreased 9.3% to 57.6 million pounds, but are up 2.7% year-to-date. Butter exports of 2.4 million pounds were 41.5% below the previous December. Whole milk powder showed the largest year-over-year increase of 152%, with 11.6 million pounds exported. 2019 total exports were down 6.8% when compared to the previous year.