

Nonfat Dry Milk - Western U.S.

Report 14 - Released on April 06, 2023

In the West, the price range and mostly price series for low/medium fat nonfat dry milk (NDM) moved lower this week. Domestic and international demand for low/medium heat NDM is steady to lighter. Some stakeholders say spot sales are below previously forecasted levels. Spot loads of low/medium heat NDM are available for spot purchasing. Contacts report light demand and strong production of low/medium heat NDM are contributing to growing inventories. Milk is plentiful in the region, allowing for strong production of low/medium heat NDM. Plant managers say they are limiting their production of high heat NDM, while they focus drying schedules on the shorter drying times of low/medium heat NDM. Spot inventories of high heat NDM are tightening, as steady demand is outpacing production. Despite some bullish market conditions, high heat NDM prices moved lower across the range. Stakeholders say lower prices for high heat NDM are due to prices being tied closely to low/medium heat NDM, which has been moving in a bearish direction recently.

The March 2023 Dairy Market News monthly average for the West low/medium heat nonfat dry milk (NDM) mostly series is \$1.1955, compared to \$1.2403 a month ago. The average for Western high heat NDM is \$1.3543, compared to \$1.4016 a month ago.

Prices for: Western U.S., All First Sales, F.O.B., Extra Grade & Grade A, Conventional, and Edible Nonfat Dry Milk

Price Range - Low & Medium Heat; \$/LB:	1.0800 - 1.2150
Mostly Range - Low & Medium Heat; \$/LB:	1.1000 - 1.1800

Prices for: Western U.S., All First Sales, F.O.B., Extra Grade & Grade A, Conventional, and Edible Nonfat Dry Milk

Price Range - High Heat; \$/LB:	1.2500 - 1.3975
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Information for the period April 3 - 7, 2023, issued weekly

Secondary Sourced Information:

The CME Group monthly average price for Grade A nonfat dry milk during March was \$1.1662, compared to \$1.2257 a month ago.

U.S. NDM Exports, H.S. Code 0402100000(FAS)

	2023 Exports (Million Lb.)	% Change From 1 Year Ago
FEBRUARY Total	139.0	- 1
TOTAL, JAN - FEB	289.4	+ 7
1 Mexico	158.0	+ 58
2 Philippines	33.7	- 34
3 Indonesia	22.4	+ 3
4 Malaysia	11.1	- 34
5 China	11.1	- 35

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