

COMMODITY	MONDAY MAY 13	TUESDAY MAY 14	WEDNESDAY MAY 15	THURSDAY MAY 16	FRIDAY MAY 17	::	WEEKLY CHANGE	::	WEEKLY AVERAGE
CHEESE BARRELS	\$1.6375 (-0.0725)	\$1.6000 (-0.0375)	\$1.6125 (+0.0125)	\$1.6125 (N.C.)	\$1.6250 (+0.0125)	::	(-0.0850)	::	\$1.6175 (-0.1050)
40 POUND BLOCKS	\$1.6675 (-0.0125)	\$1.6600 (-0.0075)	\$1.6575 (-0.0025)	\$1.6575 (N.C.)	\$1.6725 (+0.0150)	::	(-0.0075)	::	\$1.6630 (-0.0345)
NONFAT DRY MILK GRADE A	\$1.0600 (-0.0075)	\$1.0575 (-0.0025)	\$1.0500 (-0.0075)	\$1.0500 (N.C.)	\$1.0475 (-0.0025)	::	(-0.0200)	::	\$1.0530 (-0.0110)
BUTTER GRADE AA	\$2.3600 (+0.0200)	\$2.3500 (-0.0100)	\$2.3725 (+0.0225)	\$2.3850 (+0.0125)	\$2.3400 (-0.0450)	::	(N.C.)	::	\$2.3615 (+0.0590)
DRY WHEY EXTRA GRADE	\$0.3400 (-0.0075)	\$0.3400 (N.C.)	\$0.3400 (N.C.)	\$0.3400 (N.C.)	\$0.3400 (N.C.)	::	(-0.0075)	::	\$0.3400 (-0.0075)

Prices shown are in U.S. dollars per lb. in carlot quantities. Carlot unit weights: CHEESE, 40,000-44,000 lbs.; NONFAT DRY MILK, 41,000-45,000 lbs.; BUTTER, 40,000-43,000 lbs.; DRY WHEY, 41,000-45,000 lbs. Weekly Change is the sum of Daily Price Changes. Weekly Average is the simple average of the Daily Cash Close prices for the calendar week. Weekly Average Change is the difference between current and previous Weekly Average. Computed by Dairy Market News for informational purposes. This data is available on the Internet at WWW.AMS.USDA.GOV/MARKET-NEWS/DAIRY

NOTICE: Five days of trading information can be found at www.cmegroup.com/trading/agricultural/spot-call-data.html

BUTTER MARKETS

NORTHEAST

The driving force of the uptick in butter production, in the northern portion on the East region, is heavier milk receipts into butter/powder operations. Conversely, butter production for operations in other areas of the region is moving at a trot, with lower volumes of milk intakes being prominent. In general, new production is increasing inventory volume, but spot sales are assisting the maintenance of inventories. Churns are primarily scheduled around 80 percent butter runs, with 82 percent runs occurring as needed. Spot cream availability increased this week, with increased offers from suppliers. Over the weekend, the market moved a few loads of distressed cream with multiples in the low 1.20s, but multiples have since recovered to the present high 1.20s to mid 1.30s. The bulk butter price for domestic sales, in the East, is reported 6-8 cents over the CME market, with various time frames and averages used. Domestic sales continue to garner interest in food service channels, as the market in general touts bullishness. However, transactions are moderate to lower in the global arena, around less competitive prices.

Prices for: Eastern U.S., All First Sales, F.O.B., Grade AA, Conventional, and Edible Butter
Bulk Basis Pricing - 80% Butterfat \$/LB: +0.0600 - +0.0800

Secondary Sourced Information:

Tuesday's CME Group cash trading saw Grade AA butter close at \$2.3500, up \$0.0550 from a week ago.

CENTRAL

Although cream supplies have slimmed down, some Midwestern butter plant managers say they are surprised it is still as available as it is. That

said, others say their cream purchases are becoming rare, and they are only looking locally. Production, as with cream availability, varies plant to plant. Some producers are mostly micro-fixing, while others are churning/micro-fixing. Bulk butter is available and producers are seeking it out. Bulk prices are similar to last week, \$.04 to \$.08 over the CME average, but most overages are reported around \$.04 to \$.05 over. Butter market tones are bullish. CME prices broke out of the \$2.25 to \$2.30 and have been knocking on the \$2.40 door. Lower overall milk supplies and an increasing value on milkfat have contacts believing they could continue to push up into this summer. Others suggest an increase in imports could rein in those bulls, and they foresee continued steadiness after this bullish push.

Prices for: Central U.S., All First Sales, F.O.B., Grade AA, Conventional, and Edible Butter
Bulk Basis Pricing - 80% Butterfat \$/LB: +0.0400 - +0.0800

WEST

Western butter demand continues to give a solid presence. Late last week, butter spot market prices on the CME moved well above the \$2.30 mark. Prices have held in the mid to upper \$2.30s through this week. Some market participants are forecasting prices to move higher still as cream supplies tighten. Industry contacts say end users are anxious to assure coverage and possibly avoid the risk of higher butter prices later in the year. As favorably priced bulk offers come available, buyers have been jumping at them. Foodservice demand and retail reorders have also been steady. Some retailers are actively promoting print butter. So far, butter makers can get the cream needed to keep churns operating near capacity. Although cream supplies are tightening, spot cream offers are available. Current cream multiples have not yet placed the price for cream above levels that would make it more advantageous for the butter maker to sell the cream off.

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NATIONAL DAIRY PRODUCTS SALES REPORT U.S. AVERAGES AND TOTAL POUNDS

WEEK ENDING	BUTTER	CHEESE 40# BLOCKS	CHEESE BARRELS 38% MOISTURE	DRY WHEY	NDM
05/11/2019	2,2831 3,951,470	1,6976 13,065,902	1,6497 11,418,432	.3840 5,522,442	1,0088 22,319,876

Further data and revisions may be found on the internet at: <http://www.ams.usda.gov/rules-regulations/mmr/dmr>