

Daily Dairy Report

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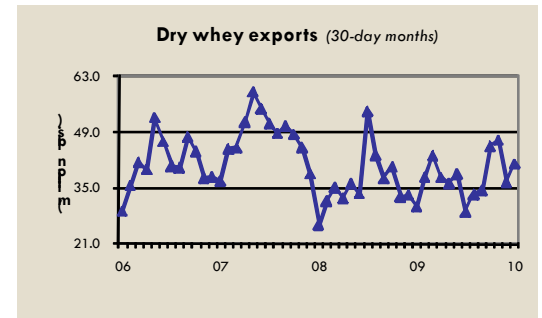
NDM market firming

NDM prices moved higher for the third straight week. In the Western region, NDM is trading for mostly \$1.07-\$1.12, according to *Dairy Market News'* weekly survey. NDM futures also were higher today, with SEP, OCT and NOV10 contracts settling limit-up (+2.5¢) and moving back above \$1.20.

"Many producers have cleared part of their inventories and have raised prices as their positions improved," *DMN* explains. "Stocks are light to moderate and are in better shape than in recent weeks." There also has been increased purchases of NDM from cheesemakers looking to fortify their vats.

The dry whey market, on the other hand, continues to soften. Midwestern product is priced at mostly 35.25-38¢ and Western product is mostly 38-42¢, *DMN* says. Both are the lowest they've been all year. More discounting is taking place to keep sales moving, particularly on export sales.

CME Group will launch an International Skimmed Milk Powder (SMP) futures contract May 10. For more information, including contract specs and delivery rules, go to www.cmegroup.com/internationalmilk. **cme group**



For more information about real-time quotes, visit www.cmegroup.com/dairyquotes

FUTURES & OPTIONS VOLUME AND OPEN INTEREST →

Futures Volume and Open Interest

	Volume	Open Interest
Class III [20 Pit, 1,278 Electronic]	1,298	31,804
Class IV	0	205
NDM (cash settle)	37	938
Dry whey	82	2,147
Butter (cash settle)	26	3,485

Options Volume and Open Interest

	Volume	Open Interest
Class III	946	51,886
Class III midi	4	427
Dry whey	0	588
Butter (cash settle)	0	94

Futures and options volume and open interest from previous trading day.

SPOT PRICES (with change, in cents, from previous day): Block cheese \$1.2900 (+1.00) • Barrel cheese \$1.2875 (+1.50) • AA Butter \$1.4800 (NC) • NDM Extra Grade \$1.1200 (NC) • NDM Grade A \$1.1450 (+1.00) **MILK PRICES** (with change, in dollars, from previous month): February Class III milk (USDA) \$14.28 (-\$0.22) • February Class IV milk (USDA) \$12.90 (-\$0.95)

March 25 Trading Activity

	Class III Futures				Class III Options Calls		Class III Options Puts		Dry Whey Futures		NDM Futures		Butter Futures – Cash settle	
	Settle (\$)	chg. (¢)	volume	open interest	Settle (\$)	chg. (¢)	Settle (\$)	chg. (¢)	Settle (¢)	chg. (¢)	Settle (¢)	chg. (¢)	Settle (¢)	chg. (¢)
MAR10	12.81	+1	14	4059	13.00 @ 0.00	NC	12.75 @ 0.01	NC	37.750	NC	105.500	NC	143.750	NC
APR	12.54	-3	174	4733	12.75 @ 0.09	-1	12.50 @ 0.15	+1	34.000	NC	109.000	NC	146.000	-0.250
MAY	13.08	+1	328	4448	13.25 @ 0.25	+1	13.00 @ 0.30	+1	32.000	-0.500	112.000	NC	148.000	NC
JUN	13.83	+10	291	3794	14.00 @ 0.48	+11	13.75 @ 0.52	+2	33.400	NC	117.500	NC	150.000	NC
JUL	14.08	+8	129	2792	14.25 @ 0.57	+5	14.00 @ 0.59	-4	31.000	NC	118.250	+1.000	153.000	NC
AUG	14.48	+13	53	2684	14.50 @ 0.72	+7	14.25 @ 0.61	-6	31.900	NC	118.500	+0.750	154.000	NC
SEP	14.88	+13	98	2504	15.00 @ 0.77	+8	14.75 @ 0.74	-6	34.000	+0.250	120.000	+2.500	156.500	NC
OCT	14.89	+9	86	2284	15.00 @ NA	NA	14.75 @ NA	NA	32.000	+0.200	121.000	+2.500	157.530	NC
NOV	14.66	+6	40	2189	14.75 @ NA	NA	14.50 @ NA	NA	32.580	NC	122.000	+2.500	158.500	NC
DEC	14.48	+5	56	2063	14.50 @ NA	NA	14.25 @ NA	NA	32.170	NC	117.000	NC	159.000	NC
JAN11	14.25	+10	17	109	14.25 @ 0.94	+5	14.00 @ 0.82	-4	30.000	NC	111.000	NC	159.000	NC
FEB	14.28	+14	3	52	14.50 @ 0.89	+7	14.00 @ 0.84	-7	29.070	NC	111.000	NC	160.000	NC

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