

Daily Dairy Report

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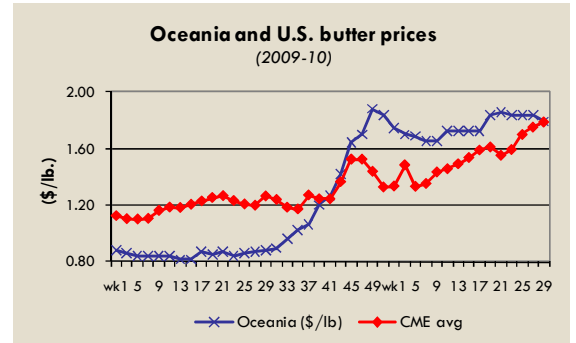
Butter trades at \$1.80

Sellers brought barrels to the cheese pit today, unloading 6 cars at \$1.56. These were the first sales in nearly two weeks. A load of blocks traded as well. Blocks and barrels both settled unchanged.

Butter traded at \$1.80 and a bid to buy another load was left uncovered. For the first time in a month, no offers to sell were left on the board. Butter futures were higher in the front months.

In the first five months of the year, U.S. butterfat exports averaged 2.0 million lbs. per week, up 128% from last year, aided by U.S. commodity prices that ran well below Oceania prices. However, Oceania butter prices have held steady to weaker over the last 10 weeks, while U.S. prices have increased nearly 20¢ to close the gap (see chart). USDA's *Dairy Market News* reports Oceania butter trading for \$1.63-\$1.95/lb. this week. European butter markets remain tight, *DMN* says, with prices pegged at \$2.13-\$2.27/lb.

On June 30, U.S. butter stocks were 25% below year-ago levels, and total cheese stocks were 4% above last year, according to USDA's "Cold Storage" report released this afternoon. **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 [13 Pit, 594 Electronic]	607	27,945
Class IV	0	251
NDM (cash settle)	56	1,397
Dry whey	9	1,751
Butter (cash settle)	18	3,775
Cheese	25	154

Options Volume and Open Interest

	Volume	Open Interest
Class III	543	38,991
Class III midi	2	447
Dry whey	0	136
Butter (cash settle)	0	60

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

SPOT PRICES (with change from previous day): Block cheese \$1.6025 (NC) • Barrel cheese \$1.5600 (NC) • AA Butter \$1.8000 (+1.00¢) • NDM Extra Grade \$1.2250 (NC) • NDM Grade A \$1.2175 (NC) **MILK PRICES** (with change from previous month): June Class III milk (USDA) \$13.62 (+\$0.24) • June Class IV milk (USDA) \$15.45 (+\$0.16)

July 22 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 from previous day	Settle (\$)	chg. (¢)	Settle (\$)	chg. (¢)	Settle (¢)	chg. (¢)	Settle (¢)	chg. (¢)	Settle (¢)	chg. (¢)
JUL 10	13.77	+2	6 4219	14.00 @ 0.00	NC	13.75 @ 0.02	-1	36.500	NC	117.500	NC	173.500	+0.500
AUG	14.90	-8	280 4958	15.00 @ 0.14	-7	14.75 @ 0.12	NC	35.750	NC	117.000	NC	179.250	+1.750
SEP	15.05	-2	128 4643	15.25 @ 0.35	-3	15.00 @ 0.41	-2	35.250	NC	117.000	NC	177.500	+0.500
OCT	14.88	+4	34 3792	15.00 @ 0.55	-1	14.75 @ 0.54	-6	35.000	NC	115.500	-0.500	173.500	NC
NOV	14.62	NC	39 3681	14.75 @ 0.59	NC	14.50 @ 0.59	NC	33.750	NC	115.500	NC	171.100	NC
DEC	14.60	+4	39 3723	14.75 @ 0.64	+1	14.50 @ 0.66	-2	33.750	NC	115.500	NC	164.030	NC
JAN 11	14.34	-2	8 783	14.50 @ 0.70	-1	14.25 @ 0.75	+3	32.500	NC	114.000	NC	159.500	-0.250
FEB	14.25	-7	10 570	14.25 @ 0.82	-4	14.25 @ 0.82	+3	29.750	NC	114.000	NC	157.750	-0.250
MAR	14.37	-5	22 549	14.50 @ 0.82	-2	14.25 @ 0.81	+2	30.000	NC	114.000	NC	158.500	NC
APR	14.30	-8	4 252	14.75 @ 0.73	-4	14.25 @ 0.89	+3	30.000	NC	116.000	NC	158.000	NC
MAY	14.47	-6	14 223	14.50 @ 0.97	-3	14.25 @ 0.87	+2	28.000	NC	112.000	NC	158.000	NC
JUN	14.42	-5	8 170	14.50 @ 0.99	-2	14.25 @ 0.94	+2	30.000	NC	110.000	NC	159.000	NC

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