

# Daily Dairy Report

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## Commercial use buoyed by exports

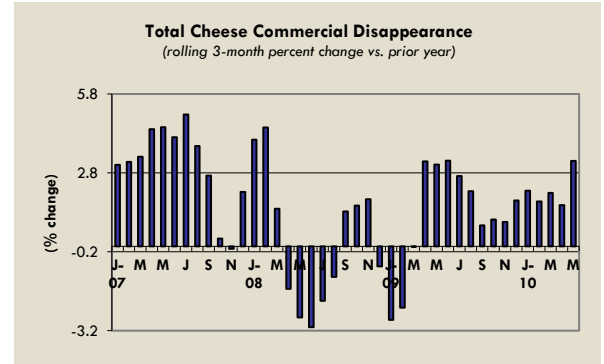
Barrels slipped for the first time in nearly a month, sending milk futures lower. Sellers continued to set the tone in the spot market, offering barrels a quarter-cent lower (\$1.5575) to secure a sale. Three loads of blocks traded unchanged (\$1.6025). Class III futures incurred double-digit losses in the AUG10-JAN11 contracts.

Butter closed at \$1.80 for the fifth straight day on light activity. Butter futures were mixed.

The California weighted average price for NDM dropped again. The price for the week ending July 23 was \$1.1556, down 12.1¢ in three weeks.

Commercial cheese use in the March-May period was the highest it's been in nearly a year. Disappearance in the three-month period was up 3.3% from a year ago, according to USDA data (see chart). American cheese use was up 2.2%, other-than-American was up 4.0%.

Meanwhile, butter use was up 2.4% on the strength of a three-fold increase in butterfat exports. NDM/SMP disappearance was up 14.3% in March-May, thanks to a 72% surge in exports, according to USDA data. **cme group**



For more information about real-time quotes, visit [www.cmegroup.com/dairyquotes](http://www.cmegroup.com/dairyquotes)

## FUTURES & OPTIONS VOLUME AND OPEN INTEREST

### Futures Volume and Open Interest

	Volume	Open Interest
Class III [15 Pit, 895 Electronic]	935	28,808
Class IV	0	253
NDM (cash settle)	69	1,634
Dry whey	14	1,764
Butter (cash settle)	61	3,838
Cheese	0	156

### Options Volume and Open Interest

	Volume	Open Interest
Class III	826	40,012
Class III midi	3	464
Dry whey	0	136
Butter (cash settle)	10	70

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 \$1.5575 (-0.25¢) • AA Butter \$1.8000 (NC) • NDM Extra Grade \$1.2250 (NC) • NDM Grade A \$1.2100 (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 28 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	13.75	+1	13 4243	13.75 @ 0.01	NC	13.75 @ 0.01	-1	36.500	NC	118.500	NC	173.500	NC
AUG	14.89	-11	146 4926	15.00 @ 0.05	-9	14.75 @ 0.04	NC	35.750	NC	117.000	-0.500	179.500	NC
SEP	15.30	-12	325 4916	15.50 @ 0.31	-6	15.25 @ 0.37	+5	34.830	NC	117.750	+0.250	179.750	-0.250
OCT	15.01	-19	100 4079	15.25 @ 0.49	-9	15.00 @ 0.59	+8	34.750	NC	117.500	+0.750	175.500	+0.500
NOV	14.73	-20	110 3790	14.75 @ 0.63	-11	14.50 @ 0.53	+8	33.000	-0.500	116.500	+0.250	175.000	-0.100
DEC	14.70	-10	88 3863	14.75 @ 0.68	-6	14.50 @ 0.60	+4	33.700	-0.050	116.000	NC	164.050	NC
JAN 11	14.47	-8	39 829	14.50 @ 0.75	-5	14.25 @ 0.66	+3	31.700	+0.200	114.000	NC	159.500	+0.500
FEB	14.37	-3	27 603	14.50 @ 0.76	-1	14.25 @ 0.75	+1	30.200	+0.450	114.000	NC	157.250	-0.500
MAR	14.45	-5	20 567	14.50 @ 0.85	-3	14.25 @ 0.77	+2	30.000	+2.000	114.000	NC	158.500	NC
APR	14.37	-3	17 280	14.75 @ 0.75	-1	14.25 @ 0.85	+1	27.000	-1.000	116.000	NC	158.000	NC
MAY	14.52	-1	2 233	14.75 @ 0.88	NC	14.25 @ 0.84	NC	28.000	-1.000	112.000	NC	158.000	NC
JUN	14.44	-1	9 181	14.50 @ 0.99	-1	14.25 @ 0.92	NC	30.000	NC	110.000	NC	159.000	NC

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