

NATIONAL DAIRY MARKET NEWS AT A GLANCE

CME GROUP CASH MARKETS (9/4)

BUTTER: Grade AA closed at \$2.4525. The weekly average for Grade AA is \$2.4065 (+.0885).

CHEESE: Barrels closed at \$1.6700 and 40# blocks at \$1.6950. The weekly average for barrels is \$1.6580 (+.0480) and blocks, \$1.7150 (+.0335).

NONFAT DRY MILK: Grade A closed at \$.9000. The weekly average for Grade A is \$.8375 (+.0555).

BUTTER HIGHLIGHTS: Butter production is steady to lower due to the availability of cream. Lower farm milk intakes and lower components are contributing to lower cream supplies. Some processors are choosing to sell cream and sell it for better profits. Stocks are higher than year ago levels, but some manufacturers are comfortable with current holdings. Higher domestic prices are increasing interest in imported butter, as international prices are well below U.S. levels. Friday at the CME Group, Grade AA butter closed at \$2.4525, up \$.1125 from last week's close.

CHEESE HIGHLIGHTS: Cheese production is steady to lower in the Northeast and near capacity in the Midwest and West. Some Northeastern cheese makers are postponing production while completing maintenance. Milk intakes are decreasing across the country with the seasonal decline in milk production and increase in bottling demand. Milk supplies are considered adequate for cheese production needs in most of the country. Domestic cheese demand has remained strong. In the Northeast, restaurant and food service demand remains active. Industry contacts report ample cheese stocks for most varieties. However, spot sales of foreign type semi-hard cheeses are limited due to unavailable stocks. In CME Group trading Friday, barrels closed at \$1.6700, up \$.0700 from last Friday and 40# blocks closed at \$1.6950, down \$.0050.

FLUID MILK: For most of the country, milk production is waning along seasonal trends. Heat and humidity are impacting cow comfort across much of the Northeast, Mid-Atlantic and Southeast. Heat has continued to push milk production lower in California. Heavy rains have created soggy fields in Florida and herd health issues in Arizona. Milk production is stabilizing in the South Central region and has increased somewhat in New Mexico. Bottling demand is generally strong. Fluid milk needs in the Southeast region are pulling heavily on Central and Mid-Atlantic milk supplies. Cream supplies are tight in the

East, adequate in the Midwest and mixed in the West. Cream demand from ice cream manufacturers is expected to ease over the holiday weekend.

DRY PRODUCTS: Low/medium nonfat dry milk prices moved higher. CME Group prices stepped up early in the week, following a price trend set by some international markets. Some processors are noting an increase in buyer interest. High heat nonfat dry milk prices are higher. Buyer interest is growing seasonally. Dry buttermilk prices are steady in the West, but shifting higher in the rest of the country. Inventories are generally light. Production of dry buttermilk is expected to increase over the holiday weekend. Dry whole milk prices are steady and production is sporadic. Dry whey prices are mostly lower across the country. Current prices are sparking some interest in longer-term buying. Production has remained generally steady. The market tone for whey protein concentrate 34% is weak and prices moved lower. Some processors are shifting production to whey protein isolates or whey powder in order to fill specific market requests, or to try to improve the economic value of protein per unit. Lactose prices held steady this week in a two tier market. Neither lactose market has exerted its dominance over pricing or market activity. Market conditions for casein remains soft, although prices are steady.

INTERNATIONAL DAIRY MARKET NEWS (DMN):

WESTERN AND EASTERN EUROPE: WESTERN OVERVIEW: Milk production declined seasonally, but is up year to date. But, Ireland and the Netherlands are far above average production. Unfavorable weather in some regions has led to declines. Farm level prices are at historic lows. Farmers would like to see a government payout as some cannot sustain at current pricing levels.

EASTERN OVERVIEW: Milk production is up. Weather conditions have been favorable in most of the region. Milk prices are at, some feel, unsustainable levels. Preliminary milk production estimates for June indicate milk deliveries in Poland are above year ago levels.

OCEANIA OVERVIEW: Milk production is slowing, but still up from year ago levels. Dairy Australia is reporting July milk production was up 5.4% from a year ago. Most of Australia has had favorable weather, with some regions seeing drought like conditions. This, however, does not seem to be affecting production.

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CME GROUP CASH TRADING

COMMODITY	MONDAY AUG 31	TUESDAY SEP 01	WEDNESDAY SEP 02	THURSDAY SEP 03	FRIDAY SEP 04	WEEKLY CHANGE*	WEEKLY AVERAGE#
CHEESE							
BARRELS	\$1.6100 (+.0100)	\$1.6700 (+.0600)	\$1.6700 (N.C.)	\$1.6700 (N.C.)	\$1.6700 (N.C.)	:: (+.0700)	:: \$1.6580 (+.0480)
40# BLOCKS	\$1.7300 (+.0300)	\$1.7500 (+.0200)	\$1.7000 (-.0500)	\$1.7000 (N.C.)	\$1.6950 (-.0050)	:: (-.0050)	:: \$1.7150 (+.0335)
NONFAT DRY MILK							
GRADE A	\$.7775 (+.0075)	\$.8200 (+.0425)	\$.8200 (N.C.)	\$.8700 (+.0500)	\$.9000 (+.0300)	:: (+.1300)	:: \$.8375 (+.0555)
BUTTER							
GRADE AA	\$2.3500 (+.0100)	\$2.3600 (+.0100)	\$2.4200 (+.0600)	\$2.4500 (+.0300)	\$2.4525 (+.0025)	:: (+.1125)	:: \$2.4065 (+.0885)

CHEESE: carload = 40,000 lbs., BUTTER: carlot = 40,000-43,000 lbs. *Sum of daily changes. # Weekly averages are simple averages of the daily closing prices for the calendar week.
Computed by Dairy Market News for international purposes. This data is available on the Internet at WWW.AMS.USDA.GOV/MARKET-NEWS/DAIRY

NATIONAL DAIRY MARKET NEWS AT A GLANCE**CONTINUED FROM PAGE 1**

The historically low farm level prices have many farmers in **New Zealand** culling low producing cows. Farmers do not feel that they can sustain at current pricing levels. Production is slightly up year to date, but this is largely due to early calving. Production is expected to trend back in line with last year over the course of September. Weather has been generally cold and wet, which is not conducive to good grass growth. At the September 1 GDT event #147, average prices ranged from 4.0% lower to 30.0% higher from the prior event across categories. The all contracts price averages (US\$ per MT) and percent changes from the previous average are: anhydrous milk fat, \$3,029, +11.7%; butter, \$2,746, +8.1%; buttermilk powder, \$1,829, +30.0%; cheddar cheese, \$2,913, +4.7%; lactose, \$483, -4.0%; rennet casein, \$5,779, +6.3%; skim milk powder, \$1,698, +11.7%; and whole milk powder, \$2,078, +12.1%. Dairy Australia reports dairy product exports for July 2015 totaled 52.9 thousand MT, up 8.5% from a year ago. Selected dairy product export changes compared to the same period last year are: butter, -21.9%; butter oil, -28.1%; cheddar, +2.4%; SMP, +31.0%; WMP, +12.8% and whey products +9.1%. The value of exports for July 2015 increased 8.4% over July 2014.

JULY AGRICULTURAL PRICES HIGHLIGHTS (NASS):

The All Milk price received by farmers was \$16.60 in July, down \$6.70 from July 2014. Milk Cows price was \$2,030 in July, up \$60 from July 2014. Alfalfa hay price was \$169.00 in July, down \$48.00 from July 2014. Corn price was \$3.80 in July, down \$.26 from July 2014. Soybean price was \$9.96 in July, down \$3.14 from July 2014. The milk-feed price ratio was 2.01 in July, down 0.35 from July 2014. The index of prices received by farmers for dairy products during the month of July 2015 was down 1 point to 83. Compared to July 2014, the index was down 33 points (-28.4 percent). The index of prices paid by farmers for commodities and services, interest, taxes, and wage rates in July 2015 was unchanged at 109. Compared with July 2014, the index was down 4 points (3.5 percent).

AUGUST FEDERAL MILK ORDER CLASS AND COMPONENT PRICES (DAIRY PROGRAMS):

The following are the August 2015 class prices under the Federal milk order pricing system and changes from the previous month: Class II: \$14.54 (-\$0.16), Class III: \$16.27 (-\$0.06), and Class IV: \$12.90 (-\$0.25). Under the Federal milk order pricing system, the butterfat price for August 2015 is \$2.2674 per pound. Thus, the Class II butterfat price is \$2.2744 per pound. The protein and other solids prices for August 2015 are \$2.5692 and \$0.1151 per pound, respectively. These component prices set the Class III skim milk price at \$8.64 per cwt. The August 2015 Class IV skim milk price is \$5.14, which is derived from the nonfat solids price of \$0.5707 per pound. The product price averages for August 2015 are: butter: \$2.0438, nonfat dry milk: \$0.7443, cheese: \$1.7386, and dry whey: \$0.3108.

JULY DAIRY PRODUCTS HIGHLIGHTS (NASS): Butter production was 133.3 million pounds, 3.2 percent below July 2014 and 6.2 percent below June 2015. American type cheese production totaled 393.2 million pounds, 3.4 percent above July 2014 and 2.4 percent above June 2015. Total cheese output (excluding cottage cheese) was 988.4 million pounds, 3.1 percent above July 2014 and 2.5 percent above June 2015. Nonfat dry milk production, for human food, totaled 155.1 million pounds, 6.9 percent below July 2014 and 6.0 percent below June 2015. Dry whey production, for human food, was 79.7 million pounds, 9.6 percent above July 2014, but 4.9 percent below June 2015. Ice cream, regular hard production totaled 70.2 million gallons, 5.0 percent below July 2014 and 0.4 percent below June 2015.

NATIONAL RETAIL REPORT – DAIRY (DMN): The volume of conventional dairy ads is 9% higher from last week as the Labor Day holiday weekend approaches. The ad volume for 8 ounce cream cheese is up 72% and the national weighted average advertised price is \$1.82 for this week. For other Labor Day holiday favorites, the change in ad volume, national weighted average advertised price, and price change from last week are: 1 pound butter, +15%, \$2.95, down 21 cents; 16 ounce cottage cheese, +24%, \$1.82, down 13 cents; and 16 ounce sour cream, +10%, \$1.62, down 9 cents. The average price of 4-6 ounce Greek yogurt is 96 cents, unchanged from last week, but 4 cents lower from a year ago. Yogurt in 4-6 ounce packages averaged 52 cents, down 3 cents from last week but up 2 cents from a year ago. Conventional yogurt ad numbers increased 7% from the previous week. The U.S. advertised price for 8 ounce cheese blocks averaged \$2.14, down 20 cents from a week ago and 25 cents from a year ago; 8 ounce shred cheese averaged \$2.26, down 20 cents from one week ago and 14 cents from one year ago. Conventional cheese ads increased 1% from the previous week. Organic - conventional half gallon milk has a price spread of \$2.91. This is the highest spread reported in the current year. The price spread is the difference between the national weighted average conventional milk price for half gallons, \$1.58 and the average for organic half-gallon milk, \$4.49. Organic dairy ad volumes for all items fell 6%.

CME GROUP

MONDAY, AUGUST 31, 2015

CHEESE -- SALES: NONE; LAST BID UNFILLED: 1 CAR BARRELS @ \$1.6100; 1 CAR 40# BLOCKS @ \$1.7300; LAST OFFER UNCOVERED: 1 CAR BARRELS @ \$1.6600
 NONFAT DRY MILK -- SALES: 6 CARS GRADE A: 1 @ \$0.7725, 1 @ \$0.7700, 1 @ \$0.7725, 1 @ \$0.7700, 1 @ \$0.7800, 1 @ \$0.7775; LAST BID UNFILLED: NONE;
 LAST OFFER UNCOVERED: 1 CAR GRADE A @ \$0.7900
 BUTTER -- SALES: 3 CARS GRADE AA: 2 @ \$2.3400, 1 @ \$2.3500; LAST BID UNFILLED: 1 CAR GRADE AA @ \$2.3425; LAST OFFER UNCOVERED:
 1 CAR GRADE AA @ \$2.3600

TUESDAY, SEPTEMBER 1, 2015

CHEESE -- SALES: 3 CARS BARRELS @ \$1.6700; 1 CAR 40# BLOCKS @ \$1.7500; LAST BID UNFILLED: 2 CARS 40# BLOCKS @ \$1.7500; LAST OFFER UNCOVERED:
 2 CARS BARRELS @ \$1.6900
 NONFAT DRY MILK -- SALES: NONE; LAST BID UNFILLED: 10 CARS GRADE A @ \$0.8200; LAST OFFER UNCOVERED: 3 CARS GRADE A @ \$0.8500
 BUTTER -- SALES: NONE; LAST BID UNFILLED: 1 CAR GRADE AA @ \$2.3600; LAST OFFER UNCOVERED: 1 CAR GRADE AA @ \$2.3850

WEDNESDAY, SEPTEMBER 2, 2015

CHEESE -- SALES: 2 CARS 40# BLOCKS @ \$1.7000; LAST BID UNFILLED: NONE; LAST OFFER UNCOVERED: NONE
 NONFAT DRY MILK -- SALES: NONE; LAST BID UNFILLED: 1 CAR GRADE A @ \$0.8000; LAST OFFER UNCOVERED: 1 CAR GRADE A @ \$0.8500
 BUTTER -- SALES: 6 CARS GRADE AA: 1 @ \$2.3850, 2 @ \$2.3900, 2 @ \$2.4050, 1 @ \$2.4200; LAST BID UNFILLED: 1 CAR GRADE AA @ \$2.4200;
 LAST OFFER UNCOVERED: NONE

THURSDAY, SEPTEMBER 3, 2015

CHEESE -- SALES: 5 CARS 40# BLOCKS: 1 @ \$1.7100, 2 @ \$1.7000, 1 @ \$1.7025, 1 @ \$1.7000; LAST BID UNFILLED: 1 CAR 40# BLOCKS @ \$1.7000;
 LAST OFFER UNCOVERED: NONE
 NONFAT DRY MILK -- SALES: 1 CAR GRADE A @ \$0.8700; LAST BID UNFILLED: 4 CARS GRADE A @ \$0.8600; LAST OFFER UNCOVERED: 3 CARS GRADE A @ \$0.8800
 BUTTER -- SALES: 4 CARS GRADE AA: 1 @ \$2.4550, 3 @ \$2.4500; LAST BID UNFILLED: 1 CAR GRADE AA @ \$2.4500; LAST OFFER UNCOVERED: NONE

FRIDAY, SEPTEMBER 4, 2015

CHEESE -- SALES: 1 CAR 40# BLOCKS @ \$1.6900; LAST BID UNFILLED: 1 CAR 40# BLOCKS @ \$1.6950; LAST OFFER UNCOVERED: NONE
 NONFAT DRY MILK -- SALES: 6 CARS GRADE A @ \$0.9000; LAST BID UNFILLED: 14 CARS GRADE A @ \$0.9000; LAST OFFER UNCOVERED: 1 CAR GRADE A @ \$0.9500
 BUTTER -- SALES: NONE; LAST BID UNFILLED: 2 CARS GRADE AA @ \$2.4525; LAST OFFER UNCOVERED: 1 CAR GRADE AA @ \$2.5000

BUTTER MARKETS

NORTHEAST

Some manufacturers are reducing production schedules as cream supplies remain tight. Notwithstanding, standardized cream volumes are expected to increase as the school bottled milk pipelines refill. Market participants are anticipating available cream will move below current prices leading into the holiday. Some plants are microfixing butter supplies in order to meet current contract needs. Retail/print sales are strong, as some butter makers are turning away orders. Resources are noting the disparity in the butter price and how it lends to increased imports of butterfat. The market undertone is unsettled. The current bulk butter price is flat to 7 over the CME Group market, with various time frames and averages used. As well, a few loads are moving based on the daily CME price. According to the *DMN National Retail Report-Dairy*, for August 28 – September 3, the U.S. weighted average advertised price for 1 pound butter is \$3.16, down 20 cents from a year ago, but up 18 cents from the previous week. The Northeast average price is \$3.44, up 21 cents from last week. The Southeast butter price averaged \$2.92, up 68 cents from a week ago. Tuesday's CME Group cash trading saw Grade AA butter close at \$2.3600, up \$0.0675 from a week ago. The CME Group monthly average price for Grade AA butter during August 2015 was \$2.1542, compared to \$2.5913 one year ago.

CENTRAL

Butter production in the Central region is steady. Farm milk intakes and butterfat components are trending lower, but some churners are curtailing cream spot sales to help fill churning schedules. Regional butter inventories are mixed. Nationally, butter holdings are higher than year ago volumes. However, butter market participants cite concern over how much butter is actually uncommitted and available to meet Q3/Q4 upcoming needs, especially since a major restaurant chain announced its transition to butter use in many menu items. According to the *DMN National Retail Report-Dairy*, for

August 28 – September 3, the national weighted average advertised price for a 1 pound package of butter price is \$3.16, an 18 cent increase from last week, but 20 cents lower than one year ago. The weighted average price in the Midwest is \$1.99. Bulk butter prices are at 6 cents under market to 2 cents over market, based on the CME Group and various indices. The Grade AA butter price at the CME Group closed Wednesday at \$2.4200, increasing 12.75 cents from last Wednesday.

WEST

While butter prices are moving higher at the CME Group, industry contacts suggest buyers are becoming more active as the Q4 holidays draw nearer. Retail demand for butter has been strong this summer and is expected to increase throughout the fall. Some western butter manufacturers are focusing on print butter to meet this demand. Production continues to be dictated by cream availability. Demand for cream has softened slightly with the decrease in ice cream production, but the demand is such that some processors still find it more economical to sell the cream than to churn. Other butter makers are actively seeking out available cream. Inventories tend to be long, but some processors describe them as comfortable. The *DMN National Retail Report-Dairy* for the week of August 28 – September 4, found that the U.S. weighted average advertised price of 1 pound butter is \$3.16, up \$.18 from one week ago but down \$.20 from one year ago. In the Southwest, the weighted average advertised price for 1 pound butter was \$3.26, with a price range of \$2.79 - \$3.99, and in the Northwest, \$3.63, with a price range of \$3.50 - \$3.99. Bulk butter pricing in the West is 4 cents under market to 5 cents above, based on the CME Group with various time frames and averages used. The Grade AA butter price at the CME Group on Wednesday closed at \$2.4200, up \$.1275 from a week ago.

NATIONAL DAIRY PRODUCTS SALES REPORT

U.S. AVERAGES AND TOTAL POUNDS

WEEK ENDING	BUTTER	CHEESE 40# BLOCKS	CHEESE BARRELS 38% MOISTURE	DRY WHEY	NDM
August 29, 2015	2,2206 3,704,756	1,7449 13,152,959	1,7355 9,302,421	2,748 9,838,206	7,445 31,481,713

Further data and revisions may be found on the internet at: <http://www.ams.usda.gov/AMSV1.0/DairyProductMandatoryReporting>

CHEESE MARKETS

NORTHEAST

Manufacturing schedules are steady to slowing for cheese makers. A few plants are postponing production while completing maintenance activities. Fluid milk needs in the southeast region are pulling heavily on available milk supplies. Cheddar packaging has picked up and will continue through Q4. Restaurant and food service demand remains active. Cream cheese production is strong around holiday orders. The market undertone is unsettled. According to the *DMN National Retail Report - Dairy*, during the week of August 28-September 3, the weighted average advertised price for 8 ounce cheese blocks in the Northeast was \$2.42, 8 cents more than the national average, and 25 cents more than a week ago. The Southeast 8 ounce block cheese price was \$2.35, 27 cents less than a week ago. This week, cheese prices for Northeast wholesale cheddar and Muenster declined \$0.0200; process 5# sliced moved lower \$0.0625. The Grade A Swiss Cuts price is unchanged from the previous week. Tuesday's CME Group daily cash trading saw barrels close at \$1.6700, up \$0.0500 from a week ago; blocks closed at \$1.7500, up \$0.0800 from a week ago. The CME Group monthly average price for cheese blocks during August 2015 was \$1.7111, compared to \$2.1820 one year ago; barrels averaged \$1.6689, compared to \$2.1961 one year ago.

WHOLESALE SELLING PRICES: DELIVERED,
DOLLARS PER POUND (1000 - 5000 POUNDS MIXED LOTS)

Cheddar 40# Block	: 2.0775-2.3625
Process 5# Sliced	: 1.8275-2.3075
Muenster	: 2.0975-2.4475
Grade A Swiss Cuts 10 - 14#	: 3.2525-3.5750

MIDWEST

Midwest milk production is in a slow, late summer decline. The current heat wave and bottling demand are pushing milk intakes slightly lower, but manufacturers report available milk is adequate for processing needs. Spot loads of milk are obtainable at Class to \$1-2 above Class. Cheese production is active with many of the plants operating near full capacity. Some manufacturers report shifting their production to varieties such as colby and monterey jack. Others are putting some extra mozzarella into storage to carry through the fall pizza season. Industry contacts report ample cheese stocks. Although sales have slowed slightly, strong domestic demand has helped cheese makers keep their inventories manageable. Demand for cheese destined for retail is strong. Current pricing at the CME Group reflected a spread between blocks and barrels of 12 cents on Monday which narrowed to a more typical 3 cents by Wednesday. The *DMN National Retail Report - Dairy* shows that August 28 - September 4 Midwest ads for 8 ounce shred cheese have a weighted average advertised price of \$2.16, 30 cents lower than the national average. Midwest prices range from \$1.99 - \$2.50. One year ago, the national price was \$2.42. For 8 ounce blocks, the Midwest average price is \$2.09, 25 cents lower than the national

average price. Midwest ads are priced from \$1.99 - \$2.50. Last year, the national price was \$2.31. Midwestern wholesale prices are unchanged for Swiss cuts, down \$.0625 for process, and down \$.0200 for all other types. In CME Group trading Wednesday, barrels closed at \$1.6700, up \$.0700 from last Wednesday and blocks closed at \$1.7000, up \$.0300.

WISCONSIN WHOLESALE SELLING PRICES: DELIVERED,
DOLLARS PER POUND (1000 - 5000 POUNDS MIXED LOTS)

Process American 5# Loaf	: 1.7100-2.0700
Brick And/Or Muenster 5#	: 2.0575-2.4825
Cheddar 40# Block	: 1.7850-2.1800
Monterey Jack 10#	: 2.0325-2.2375
Blue 5#	: 2.3250-3.3125
Mozzarella 5 - 6# (Low Moisture, Part Skim)	: 1.8575-2.7975
Grade A Swiss Cuts 6 - 9#	: 2.7700-2.8875

WEST

While increases in bottling demand and the seasonal decline in milk production have reduced milk intakes, western manufacturers report cheese production has remained active with milk readily available for processing. Export opportunities for cheese are down. However, current domestic cheese demand is good, and is allowing cheese makers to keep inventories from getting out of control. Market prices at the CME Group have held within a range of \$1.60 to \$1.75 for most of the summer. Industry contacts are speculating whether consumer demand can hold through fall school terms and the Q4 holidays. The *DMN National Retail Report - Dairy* for the week of August 28 - September 3 shows the U.S. weighted average advertised retail price for an 8 ounce pack of natural shredded cheese is \$2.46, up \$.12 from last week and up \$.04 from a year ago. Packs averaged \$2.22 in the Southwest and \$2.78 in the Northwest. For 8 ounce blocks, the U.S. price is \$2.34, up \$.03 from both last week and a year ago. Blocks in the Southwest averaged \$2.18, and in the Northwest, \$2.78. In the West, wholesale prices are down \$.0625 for process, and down \$.0200 for cheddar blocks, cuts, monterey jack and other types. Prices are unchanged for Swiss cuts. In Wednesday trading at the CME Group, barrels closed at \$1.6700, up \$.0700 from last Wednesday and blocks closed at \$1.7000, up \$.0300.

WHOLESALE SELLING PRICES: DELIVERED, DOLLARS
PER POUND
(1000 - 5000 POUNDS MIXED LOTS)

Process 5# Loaf	: 1.7250-1.9825
Cheddar 40# Block	: 1.7900-2.2350
Cheddar 10# Cuts	: 1.9700-2.1900
Monterey Jack 10#	: 1.9800-2.1400
Grade A Swiss Cuts 6 - 9#	: 2.8300-3.2600

CHEESE MARKETS

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FOREIGN

Prices for domestically produced foreign type cheese are lower. Current production is meeting current needs. Demand for semi-hard cheeses is increasing, so stocks are decreasing. Spot sales for semi-hard cheeses are limited due to unavailable stocks. Contract negotiations for Q4 are underway.

WHOLESALE SELLING PRICES: FOB DISTRIBUTORS DOCK
DOLLARS PER POUND (1000 - 5000 POUNDS, MIXED LOTS)

VARIETY	NEW YORK	
	IMPORTED	DOMESTIC
Blue	2.6400-5.3800	2.2525-3.7400*
Gorgonzola	3.6900-5.8900	2.7600-3.4575*
Parmesan (Italy)	-0-	3.6425-5.7325*
Provolone (Italy)	-0-	2.2950-2.5475*
Romano (Cows Milk)	-0-	3.4425-5.5925*
Sardo Romano (Argentine)	2.8500-4.9300	-0-
Reggianito (Argentine)	3.2900-4.9300	-0-
Jarlsberg-(Brand)	2.9500-6.4500	-0-
Swiss Cuts Switzerland	-0-	3.3500-3.6725
Swiss Cuts Finnish	2.6700-2.9300	-0-

* = Price change.

WEEKLY COLD STORAGE HOLDINGS - SELECTED STORAGE CENTERS
IN THOUSAND POUNDS - INCLUDING GOVERNMENT STOCKS

	BUTTER : CHEESE	
08/31/15	17,462	101,408
08/01/15	19,342	102,562
CHANGE	-1,880	-1,154
% CHANGE	-10	-1

FLUID MILK AND CREAM

EAST

SPOT SHIPMENTS OF GRADE A MILK INTO OR OUT OF FLORIDA & SOUTHEASTERN STATES

	THIS WEEK		LAST WEEK		LAST YEAR	
	IN	OUT	IN	OUT	IN	OUT
FLORIDA	180	0	200	0	160	0
SOUTHEAST STATES	50	0	50	0	0	0

Much of the Northeast and Mid-Atlantic is closing out August in a heatwave. Heat and humidity are moving throughout the regions as temperatures reach into the 90s. Milk production is waning along seasonal trends. Fall school year openings continue to strengthen fluid demand and tighten manufacturing milk supplies. Most balancing plants are able to cover contracts, having limited surplus supplies. Manufacturers expect supplies to increase going into the holiday weekend. Milk production in the Southeast is lower as heat stress impacts cow comfort. Bottling sales are strong. Milk shipments from the Southwest and Mid-East are aiding the region's fluid milk needs. Heavy rainfall from tropical storm Erika caused flooding in areas of Florida. Cloud cover has helped cow comfort, but soggy fields advance the current decline in milk production. Fluid sales have leveled. Import spot milk shipments moved lower, 20 less loads, compared to last week's 200. Cream supplies remain tight. Availability is expected to improve sharply as the holiday weekend nears. **Cream multiples** currently range **1.28-1.65**. Ice cream and mix usage is expected to ease as plants perform maintenance and decrease production schedules during the Labor Day holiday weekend. Market participants are working on 2016 cream contracts. Wednesday's CME Group daily cash closing saw butter close at \$2.4200, up \$0.1275 from a week ago. **Condensed skim** supplies are limited due to the strong pulls from Class I plants. Most supplies are moving through contracts. Spot sales of condensed skim are limited, as some plants focus on high heat production and increasing inventories.

FLUID CREAM AND CONDENSED SKIM PRICES IN TANKLOT QUANTITIES:

SPOT PRICES OF CLASS II CREAM, DOLLARS PER LB. BUTTERFAT:

F.O.B. producing plants: Northeast - 2.9670-3.8247
 F.O.B. producing plants: Upper Midwest - 3.0134-3.4306

PRICES OF CONDENSED SKIM, DOLLARS PER LB. SOLIDS, F.O.B.

PRODUCING PLANTS:

Northeast - Class II - includes monthly formula prices - .65 - .83
 Northeast - Class III - spot prices - .70 - 1.18

MIDWEST

Milk production continues to trend lower in the North Central area, but is stabilizing in the South Central area. Sales into bottling facilities are steady. Class I demand is unchanged into educational systems. However, some suppliers indicate school system preorders for next week require lighter volumes, due to the holiday. There is an uptick in bottled milk interest from grocery outlets as they carry specials on milk and cereal breakfast combos. The number of spot milk loads shipping to the Southeast area is climbing steadily, although finding drivers and equipment is becoming more challenging. The volumes of spot milk available declined this week, and some processing plant operators indicated they were surprised at the light interest in placing milk loads for the upcoming holiday weekend. Prices on spot milk loads range from \$1.00 under to \$2.00 over Class, depending on location and timing of delivery. Central cream end users indicate supplies from their usual sources are adequate for current Class II production needs. **Cream multiples are**

lower, ranging from 1.30 to 1.48. Recent rain storms in the North Central region brought both much needed moisture for crops and difficulties in harvesting silage. Corn for grain harvesting continues in the Southern Plains, as field conditions allow. Third, fourth and fifth cutting alfalfa harvest continues throughout the region. The DMN *National Retail Report-Dairy* for the week of August 28 – September 3 noted the national weighted average advertised price for one gallon of milk was \$2.51, down \$0.06 from a week ago, and \$.58 lower from a year ago. The weighted average price in the Midwest region was \$2.56.

WEST

Milk production in California is steady to lower. High heat and humidity are taking a toll on the milk yield. The lack of water is limiting the production of hay and corn. In addition, some milk producers continue having lower returns due to the high cost of water. Milk volumes into processing are lower but sufficient to meet the local demand. Orders from bottlers are higher to serve current needs of school and grocery stores. Class 2 sales are active as the holiday weekend is near. Milk output is lower in Arizona. Wet conditions caused by heavy rains are triggering health problems such as an increase of SCC in dairy cows. Manufacturing milk volumes are lower. However, local processing plants are running along planned schedules. The demand for bottled milk from schools and retailers is higher. Class II sales are steady to lower. Harvesting of fair/good quality alfalfa hay is active around the state. Favorable weather conditions in New Mexico are improving comfort of dairy cows. The milk output in the state is higher. Milk volumes into local manufacturing plants are adequate. However, shipments from out of state processors are lower as some maintenance work is occurring throughout the week. Bottling sales are steady to lower, as most of the school pipelines are full. Class II sales are lower. New Mexico is between the fourth and fifth cutting of fair/good alfalfa hay. According to DMN *National Retail Report-Dairy* for the week of August 28 – September 3, the weighted average advertised price for one gallon of milk is \$3.29 in the Northwest and \$2.51 in the Southwest and the U.S. Cooler temperatures and a little moisture have aided cow comfort in the Pacific Northwest. Some storms moved through the area over the weekend, with localized high winds and power outages along the Northern Oregon coast. Although milk production is in a slow seasonal decline, manufacturers report good milk intakes. Bottling demand has increased with the start of schools and some bottlers note an increased demand for whole milk. Milk available for processing is adequate. Milk production in Utah and Idaho is steady to lower. Milk intakes are adequate for processing with only a minimal impact from increased bottling demand. Farmers are busy working on fourth crop hay. As a whole, the hay crop may be a little lower quality than in typical years due to scattered showers throughout the summer. Dairy farmers are adjusting rations accordingly. The corn crop looks good and there should be good supplies of corn silage. The supplies of cream are mixed throughout the West. Higher milk volumes into bottling are increasing the availability of cream for processing. Cream demand from butter and cream cheese makers continues strong. The demand for cream from ice cream manufacturers is waning. West cream multiples are steady to lower, ranging from 1.25 to 1.40. At the CME Group, Grade AA butter closed Wednesday at \$2.4200, increasing 12.75 cents from last Wednesday.

NONFAT DRY MILK, BUTTERMILK & WHOLE MILK

Prices represent carlot/trucklot quantities for domestic and export sales packaged in 25 kg. or 50 lb. bags, or totes, spray process, dollars per pound.

NONFAT DRY MILK - CENTRAL AND EAST

CENTRAL: Central low/medium heat nonfat dry milk prices are mostly higher on a firmer market. CME Group NDM prices stepped higher early in the week, following a price trend set by some international markets. However, some buyers are reluctant to acknowledge the market bottom is in the rear view mirror. This is especially so because buyers are aware of active production schedules at many plants in the Central region. Manufacturers indicate, though, some buyers/end users stepped forward to purchase sufficient NDM low/medium heat loads to cover monthly needs. This is a change in buying patterns compared to just a few weeks ago when buyers followed hand to mouth patterns. Also, there are ongoing buyer/producer discussions centered on meeting NDM needs through the end of October or the end of the year. Producers feel this shows these buyers judge the downside risk is low enough to warrant purchasing at current prices. Low/medium heat nonfat dry milk production is steady. As farm milk intakes move downward, manufacturers are compensating by decreasing f.o.b. spot sales of condensed skim. Prices for Central high heat nonfat dry milk are higher. Interest from baking related accounts are inching higher. Manufacturers' inventories are light. Production is still being scheduled intermittently, but more frequently than in past weeks.

EAST: Nonfat dry milk prices in the East are higher in the mostly series, as pricing indices move upward. Processors are seeing marginal declines in production due to diminishing condensed skim supplies. However, heavier drying is expected to take place this holiday weekend as availability improves. Sources suggest that most of producers' inventories of low/medium nonfat are plentiful in the East. Interest is growing with noticeable increases in buyer inquiries. With the volume of NDM available, prospective buyers do not feel pressured to rush transactions. Domestic interest is light to moderate. High heat prices have increased. Some inventories are improving beyond contractual needs as those plants focus on high heat production. Offerings are currently limited for spot needs. Buyer interest is light to moderate and growing seasonally. The NDM market undertone is firming. The CME Group, August 2015 monthly average for NDM is \$0.7329 compared to \$1.4365 the previous year.

F.O.B. CENTRAL/EAST: Includes EXTRA GRADE and GRADE A
 LOW/MEDIUM HEAT: .7500 - .8800 MOSTLY: .7800 - .8200
 HIGH HEAT: .8750 - 1.0500

NONFAT DRY MILK - WEST

Low/medium nonfat dry milk prices are higher. Milk volumes into NDM are declining. Thus, production is lower. Some processors are expecting to increase production during the holiday weekend. However, this depends on condensed skim availability for manufacturing. Inventories of NDM are steady to lower. Some processors are noting improved spot sales throughout the week. The NDM market undertone is mixed. High heat nonfat dry milk prices are steady to higher. Production of high heat is steady. Some processors are expecting to increase production as the baking season is approaching. Inventories are unchanged. High heat NDM demand is seasonally increasing. The market tone is unsettled.

F.O.B. WEST: Includes EXTRA GRADE and GRADE A
 LOW/MEDIUM HEAT: .7225 - .8500 MOSTLY: .7300 - .7800
 HIGH HEAT: .7350 - .9900

CALIFORNIA MANUFACTURING PLANTS - NDM

WEEK ENDING	PRICE	TOTAL SALES
August 28	\$.7698	18,405,021
August 21	\$.7460	20,094,146

Prices are weighted averages for Extra Grade and Grade A Nonfat Dry Milk, f.o.b. California manufacturing plants. Prices for both periods were influenced by effects of long-term contract sales. Compiled by Dairy Marketing Branch, California Department of Food and Agriculture.

DRY BUTTERMILK - CENTRAL AND EAST

CENTRAL: Dry buttermilk prices in the Central region shifted higher on light availability. A few manufacturers indicate their stocks are dwindling as active sales of condensed buttermilk into ice cream accounts have kept buttermilk solids out of their dryers. However, as butter production ramps up ahead of the yearend holidays, some manufacturers are gradually increasing dry buttermilk production. Interest from the bakery market sector is growing as end users anticipate the short to mid-term downside risks for purchases are minimal.

EAST: Prices for dry buttermilk inched higher, with some indications of the market firming. Production remains at a low level for some plants as high cream multiples continue to encourage the sale of spot cream. Dry buttermilk output is expected to pick up over the weekend with the extra cream being made available, as a few cream users suspend production for the Labor Day holiday. Producers' stocks are mainly light, but adequate for contract needs. Some plant operators are actively rebuilding inventory this week in lieu of offering product to the spot market. Buying interest is fair.

F.O.B. CENTRAL/EAST: .7500 - .8800

DRY BUTTERMILK - WEST

Dry buttermilk prices are mostly steady. Production is slightly higher as churning is active in the West. Some processors are expecting to increase production over the Labor Day holiday weekend. Inventories are mostly unchanged. At this point, some manufacturers are noticing moderate sales in the spot market. The market undertone is steady.

F.O.B. WEST: .7000 - .8000 MOSTLY: .7200 - .7850

DRY WHOLE MILK - NATIONAL

Dry whole milk prices are steady. Production is sporadic. Some processors are expecting to increase the output as baking season is near. Inventories are steady. Spot sales are irregular. Some exports based on contracts are occurring to Central America. The market tone is steady.

F.O.B. PRODUCING PLANT: .9500 - 1.3500

WHEY, WPC 34%, LACTOSE & CASEIN

Prices represent carlot/trucklot quantities for domestic and export sales packaged in 25 kg. or 50 lb. bags, or totes, spray process, dollars per pound.

DRY WHEY - CENTRAL

Central dry whey prices are mostly lower, but the market tone is mixed. Current prices are sparking some interest in longer-term buying. A few end users report they finalized monthly, market-based contracts. Some export sales to Southeast Asia have concluded recently, and manufacturers are preparing those loads for shipment. Conversely, end users also report receiving unsolicited offers from brokers/resellers from the Central and West regions, indicating the secondary market participants may have growing inventories. Central dry whey production is steady. As milk intakes decline seasonally, some cheese makers are fortifying with NDM to boost cheese yields. Spot milk availability is light. Animal feed dry whey prices are steady to lower on a lightly tested market. End users report inputs for animal feed products are readily available, including human food dry whey, whey protein concentrate, and pro-cream ingredients. With these options available, interest is light for buying animal feed dry whey. Sales of blended animal feed into dairy herd replacement and dairy beef operations are active; sales into veal accounts are trending lower.

F.O.B. CENTRAL: .1600 - .3100 MOSTLY: .1950 - .2450
F.O.B. CENTRAL: ANIMAL FEED MILK REPLACER: .1700 - .2000

DRY WHEY - NORTHEAST

Dry whey prices moved lower with spot sales and pricing indices. Production is steady as vat schedules for some cheese plants continue to fulfill heavy cheese orders with the restart of schools. Limited dry whey transactions are noted in the spot market. Most buyers are in a wait-and-see mode while making purchases as needed. The market undertone remains weak.

F.O.B. NORTHEAST: EXTRA GRADE AND GRADE A: .2000 - .3300

DRY WHEY - WEST

Prices for western whey moved slightly lower this week. While the market tone for dry whey has remained weak, some industry contacts report an increase in interest from domestic and international buyers. Production of whey powder is generally steady. Substantial milk intakes for cheese production have resulted in significant supplies of whey used for processing. In some cases, manufacturers have also opted to dry whey as opposed to producing whey protein concentrates. Dry whey inventories are commonly heavy across the region.

NONHYGROSCOPIC: .1850 - .3400 MOSTLY: .2000 - .2800

WHEY PROTEIN CONCENTRATE - CENTRAL AND WEST

Prices for whey protein concentrate 34% moved lower again this week. Industry contacts report generally heavy inventories. Other manufacturers note tighter or committed stocks. Production is steady to lower. Some processors are shifting production to whey protein isolates or whey powder in order to fill specific market requests or to try to improve the economic value of protein per unit. The market tone for WPC34% is weak.

F.O.B. EXTRA GRADE 34% PROTEIN: .4800 - .7500 MOSTLY: .5600 - .5900

LACTOSE - CENTRAL AND WEST

Lactose production is steady to lower. Some manufacturers have adjusted dryer times to produce on order. Market activity has been relatively quiet with limited spot activity. Industry contacts report lactose is readily available, but some manufacturers note having committed or tighter stocks at their facilities. There is a two tier market in place with neither market exerting its dominance over pricing or market activity. Lactose with specific characteristics desired by end users has been moving through regular commitments at prices on the upper end of the range. General purpose lactose has faced price pressures and is trading at the lower end of the range. Overall, prices for lactose held steady this week.

Including spot sales and up to 3 month contracts.
F.O.B. EDIBLE, NON PHARMACEUTICAL .1500 - .2500 MOSTLY: .1700 - .2100

CASEIN - NATIONAL

Market conditions remain soft although prices remain the same for rennet and acid casein. Many end users have needs contracted through the end of the year, so spot sales are limited. Contract negotiations for Q1 2016 are underway. The Global Dairy Trade at the September 1 event 147 saw the average price for rennet casein for all contract periods increase 6.3% to \$5,779/MT.

SPOT SALES AND UP TO 3 MONTH CONTRACTS. PRICES ARE F.O.B., U.S. WAREHOUSE FOR EDIBLE NONRESTRICTED AND VARY ACCORDING TO MESH SIZE AND QUALITY.

RENNET: 2.7500 - 3.5000
ACID: 2.8000 - 3.7000

U.S. Dairy Cow Slaughter (1000 head) under Federal Inspection

WEEK ENDING	2015 WEEKLY DAIRY COWS	2015 CUMULATIVE DAIRY COWS	2014 WEEKLY DAIRY COWS	2014 CUMULATIVE DAIRY COWS
08/15/2015	53.4	1,835.4	52.9	1,764.7

WEBSITE: http://www.ams.usda.gov/mnreports/sj_ls714.txt

SOURCE: The slaughter data are gathered and tabulated in a cooperative effort by the Agricultural Marketing Service, The Food Safety and Inspection Service, and the National Agricultural Statistics Service, all of USDA.

CLASS III MILK PRICES (3.5% BF)

YEAR	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC
2010	14.50	14.28	12.78	12.92	13.38	13.62	13.74	15.18	16.26	16.94	15.44	13.83
2011	13.48	17.00	19.40	16.87	16.52	19.11	21.39	21.67	19.07	18.03	19.07	18.77
2012	17.05	16.06	15.72	15.72	15.23	15.63	16.68	17.73	19.00	21.02	20.83	18.66
2013	18.14	17.25	16.93	17.59	18.52	18.02	17.38	17.91	18.14	18.22	18.83	18.95
2014	21.15	23.35	23.33	24.31	22.57	21.36	21.60	22.25	24.60	23.82	21.94	17.82

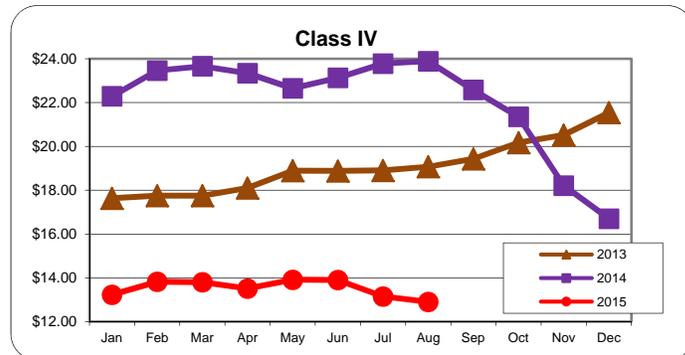
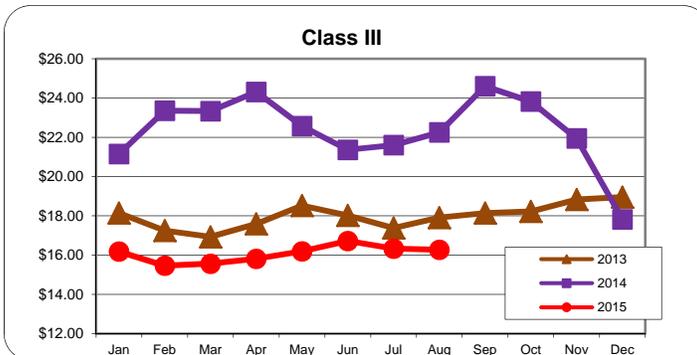
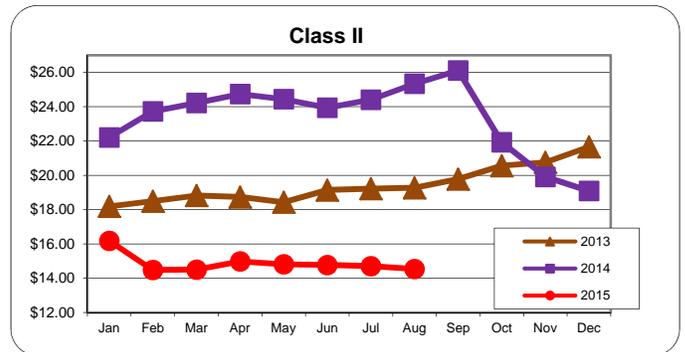
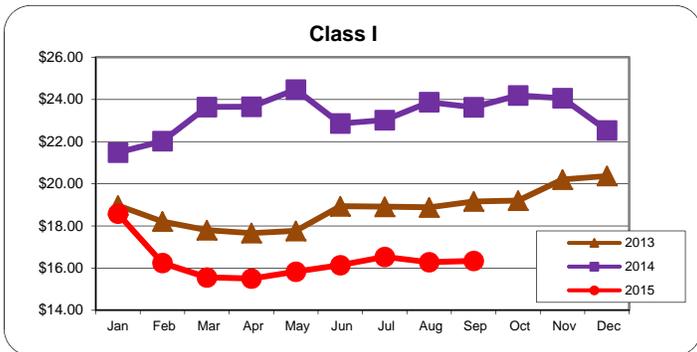
CLASS IV MILK PRICES (3.5%)

YEAR	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC
2010	13.85	12.90	12.92	13.73	15.29	15.45	15.75	15.61	16.76	17.15	16.68	15.03
2011	16.42	18.40	19.41	19.78	20.29	21.05	20.33	20.14	19.53	18.41	17.87	16.87
2012	16.56	15.92	15.35	14.80	13.55	13.24	14.45	15.76	17.41	18.54	18.66	17.83
2013	17.63	17.75	17.75	18.10	18.89	18.88	18.90	19.07	19.43	20.17	20.52	21.54
2014	22.29	23.46	23.66	23.34	22.65	23.13	23.78	23.89	22.58	21.35	18.21	16.70

FEDERAL MILK ORDER CLASS PRICES FOR 2015 (3.5%)

CLASS	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC
I 1/	18.58	16.24	15.56	15.50	15.83	16.14	16.53	16.28	16.34			
II	16.18	14.48	14.50	14.98	14.81	14.77	14.70	14.54				
III	16.18	15.46	15.56	15.81	16.19	16.72	16.33	16.27				
IV	13.23	13.82	13.80	13.51	13.91	13.90	13.15	12.90				

1/ Specific order differentials to be added to this base price can be found by going to: www.ams.usda.gov/DairyMarketingStatistics; then select "Prices"; and then select "Principal Pricing Points."



INTERNATIONAL DAIRY MARKET NEWS - EUROPE

Information gathered August 24 - September 4, 2015

Prices are U.S. \$/MT, F.O.B. port. Information gathered for this report is from trades, offers to sell, and secondary data. This bi-weekly report may not always contain the same products and/or regions. Future reports may be included or withdrawn depending on availability of information. MT = metric ton = 2,204.6 pounds.

WESTERN OVERVIEW: Milk production declined seasonally, but is up year to date. But, Ireland and the Netherlands are far above average production. Unfavorable weather in some regions has led to declines. Farm level prices are at historic lows. Farmers would like to see a government payout as some cannot sustain at current pricing levels.

BUTTER/BUTTEROIL: Prices for butter and butteroil are steady to lower. Production is lower due to decreased milk volumes and lower fat content. Some end users are reporting being contracted through 2015. Export demand is steady to increasing due to higher U.S. prices. PSA butter stock levels on August 23 were 104,420 MT. The top three countries, the Netherlands, France, and Germany, accounted for 70% of the holdings. According to Eurostat, EU June butter production is up 6.3% and January through June production is up 1.4%. According to GTIS, YTD through June exports are 17.4% above year ago levels. Saudi Arabia was the main importer, followed by the United States and Egypt.

82% BUTTERFAT: 2,625 - 2,950

99% BUTTERFAT: 3,150 - 3,575

SKIM MILK POWDER (SMP): Skim milk powder prices are steady in a weak market. Export demand is low. Production is increasing as manufactures are choosing to make butter and SMP or cheese for better returns. Stocks are increasing. Some manufacturers are reluctant to put stocks into intervention. As of August 23, there are 8,859 MT of SMP offered into public intervention. Belgium has the highest amount of stocks in intervention with 3,861 MT. Private Storage Arrangements (PSA) skim milk powder stock levels on August 23 amounted to 28,124 MT. Manufacturers in Germany have the largest volumes with 7,693 MT in holding. According to GTIS, EU SMP exports were down slightly in June. China imports have increased monthly since January, but are still lower than year ago levels. Egypt imports are up 66% year to date. According to Eurostat, EU June SMP production was up 2.2% and YTD 3% up from January through June 2014.

1.25% BUTTERFAT: 1,600 - 1,900

WHOLE MILK POWDER (WMP): Whole milk powder prices increased in an unsettled market. Spot demand is weak. Most manufacturers are making product for current orders. Export demand is weak as international prices are lower. According to GTIS, January to June EU exports are 10% lower than 2014. According to Eurostat, June EU WMP production is 1.2% below June 2014 levels and YTD 11.2% below January – June 2014 levels.

26% BUTTERFAT: 1,900 - 2,250

SWEET WHEY POWDER: Whey prices are steady to lower in a weak market. The low prices have some manufacturers not wanting to hold onto high stock levels, even at lower returns. Some sources indicate a slight increase in export demand globally, mainly for infant food. According to GTIS, June whey exports increased. China imports are up 6% year to date.

NONHYGROSCOPIC: 525 - 750

EASTERN OVERVIEW: Milk production is up. Weather conditions have been favorable in most of the region. Milk prices are at, some feel, unsustainable levels. Preliminary milk production estimates for June indicates milk deliveries in Poland are above year ago levels.

**Exchange rates for selected foreign currencies:
August 31, 2015**

.1075 Argentina Peso	.0083 Japan Yen
.7113 Australian Dollar	.0597 Mexican Peso
.7609 Canadian Dollar	.6340 New Zealand Dollar
1.1212 Euro	.2649 Poland Zloty
.0151 India Rupee	

To compare the value of 1 US Dollar to Mexican Pesos:
(1/.0597)
= 16.7504 Mexican Pesos. Source: "Wall Street Journal"

INTERNATIONAL DAIRY MARKET NEWS - OCEANIA

Information gathered August 31 - September 4, 2015

Prices are U.S. \$/MT, F.O.B. port. Information gathered for this report is from trades, offers to sell, and secondary data. This bi-weekly report may not always contain the same products and/or regions. Future reports may be included or withdrawn depending on availability of information. MT = metric ton = 2,204.6 pounds.

OCEANIA OVERVIEW: Milk production is slowing, but still up from year ago levels. Dairy Australia is reporting July milk production was up 5.4% from a year ago. Most of **Australia** has had favorable weather, with some regions seeing drought like conditions. This, however, does not seem to be affecting production. The historically low farm level prices have many farmers in **New Zealand** culling low producing cows. Farmers do not feel that they can sustain at current pricing levels. Production is up slightly year to date, but this is largely due to early calving. Production is expected to trend back in line with last year over the course of September. Weather has been generally cold and wet, which is not conducive to good grass growth. At the September 1 GDT event #147, average prices ranged from 4.0% lower to 30.0% higher from the prior event across categories. The all contracts price averages (US\$ per MT) and percent changes from the previous average are: anhydrous milk fat, \$3,029, +11.7%; butter, \$2,746, +8.1%; buttermilk powder, \$1,829, +30.0%; cheddar cheese, \$2,913, +4.7%; lactose, \$483, -4.0%; rennet casein, \$5,779, +6.3%; skim milk powder, \$1,698, +11.7%; and whole milk powder, \$2,078, +12.1%. Dairy Australia reports dairy product exports for July 2015 totaled 52.9 thousand MT, up 8.5% from a year ago. Selected dairy product export changes compared to the same period last year are: butter, -21.9%; butter oil, -28.1%; cheddar, +2.4%; SMP, +31.0%; WMP, +12.8% and whey products +9.1%. The value of exports for July 2015 increased 8.4% over July 2014.

BUTTER: Butter prices are steady to higher. Production is increasing as producers are finding it more prosperous to make butter and skim milk powder instead of other commodities. Export demand is steady to increasing, but some manufacturers are short on supplies for exports. Russian embargos have been lifted for some exporters. The high U.S. butter prices have also led to lower U.S. export sales, which allows the rest of the world to compete for those sales. According to GTIS, New Zealand butter exports increased slightly in July, but are down 11.3% year-to-date due to China and Iran importing much less. At the September 1 GDT event #147, unsalted butter prices averaged \$2,670/MT for November contracts, +3.5% from the prior event. Butter prices averaged \$2,746/MT for all contracting periods, +8.1% from the prior event. AMF prices averaged \$2,943/MT for November contracts, +7.5% from the prior event. For all contracting periods, the AMF price average was \$3,029/MT, +11.7%.

82% BUTTERFAT:

2,650 - 3,000

SKIM MILK POWDER (SMP): Skim milk prices are higher. Manufacturers feel that prices are in line with U.S. prices, but below Europe on the global market. Production is up as more producers are pushing milk volumes into butter and skim milk production. Some manufacturers report higher than desired stock levels. According to GTIS, New Zealand SMP exports increased in July and are 13% above year ago levels. China imports from New Zealand have decreased year-to-date by 3.6%. At the September 1 GDT event 147, SMP for all regions and contracting periods averaged \$1,698 per MT, +11.7%. For trading in contract period 1, October, prices averaged \$1,695, +16.9%.

1.25% BUTTERFAT:

1,675 - 1,900

CHEDDAR CHEESE: Cheddar cheese prices are mixed in a quiet market. Production is steady as most producers are getting a good return. Export demand is stable to increasing, especially into the U.S. Milk supplies are being diverted away from whole milk powder in order to make cheese. According to GTIS, New Zealand July exports of cheese have increased after a three month decrease and are up YTD 19.6% over last year.

39% MAXIMUM MOISTURE:

2,800 - 3,200

WHOLE MILK POWDER (WMP): Whole milk powder prices moved higher. Whole milk powder production is down as most processors are making only for orders or to fill contracts. Sources report that end users are taking contracted loads. Manufacturers are choosing to make cheese or butter and SMP instead, due to better returns. According to GTIS, New Zealand exports increased slightly in July. Algerian demand doubled but supplies going into China are down 61% from a year ago. At the September 1 GDT event 147, the WMP pricing index, across all contracting periods, averaged \$2,078 per MT, up 12.1% compared to the prior event. For October, regular New Zealand sourced WMP averaged \$2,115 per MT.

26% BUTTERFAT:

1,850 - 2,200

INTERNATIONAL DAIRY MARKET NEWS

US\$/MT	Global/Dairy Trading (gDT) Event 147 Recap - September 1, 2015													
	Contract 1 Oct-15		Contract 2 Nov-15		Contract 3 Dec-15		Contract 4 Jan-16		Contract 5 Feb-16		Contract 6 Mar-16		All Contracts	
Anhydrous Milk Fat	n.a.	\$2,943	7.5%	\$3,064	14.4%	\$3,108	14.3%	\$3,067	15.4%	\$3,162	11.1%	\$3,029	11.7%	
Butter	n.a.	\$2,670	3.5%	\$2,755	10.0%	\$2,885	13.8%	\$2,797	12.8%	\$2,808	9.9%	\$2,746	8.1%	
Buttermilk Powder	n.a.	\$1,820	30.0%	\$1,830	4.0%	\$1,855	1.6%	n.a.	n.a.	n.a.	n.a.	\$1,829	30.0%	
Cheddar	n.a.	\$2,900	4.1%	\$2,942	4.4%	\$2,898	5.5%	n.a.	n.a.	n.a.	n.a.	\$2,913	4.7%	
Lactose	n.a.	\$483	-4.0%	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	\$483	-4.0%	
Rennet Casein	n.a.	\$5,895	8.2%	\$5,838	7.8%	\$5,526	-0.7%	n.a.	n.a.	n.a.	n.a.	\$5,779	6.3%	
Skim Milk Powder	\$1,695	16.9%	\$1,702	14.3%	\$1,682	9.4%	\$1,698	12.1%	\$1,709	10.4%	\$1,716	8.7%	\$1,698	11.7%
Sweet Whey Powder	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	
Whole Milk Powder	\$2,148	42.4%	\$1,996	9.9%	\$2,117	14.8%	\$2,110	13.7%	\$2,091	11.4%	\$2,144	6.8%	\$2,078	12.1%

Average price US\$/MT and % change in indices from previous event.

US\$/Pound	Global/Dairy Trading (gDT) Event 147 Recap - September 1, 2015													
	Contract 1 Oct-15		Contract 2 Nov-15		Contract 3 Dec-15		Contract 4 Jan-16		Contract 5 Feb-16		Contract 6 Mar-16		All Contracts	
Anhydrous Milk Fat	n.a.	\$1.3349	7.5%	\$1.3898	14.4%	\$1.4098	14.3%	\$1.3912	15.4%	\$1.4343	11.1%	\$1.3739	11.7%	
Butter	n.a.	\$1.2111	3.5%	\$1.2497	10.0%	\$1.3086	13.8%	\$1.2687	12.8%	\$1.2737	9.9%	\$1.2456	8.1%	
Buttermilk Powder	n.a.	\$0.8255	30.0%	\$0.8301	4.0%	\$0.8414	1.6%	n.a.	n.a.	n.a.	n.a.	\$0.8296	30.0%	
Cheddar	n.a.	\$1.3154	4.1%	\$1.3345	4.4%	\$1.3145	5.5%	n.a.	n.a.	n.a.	n.a.	\$1.3213	4.7%	
Lactose	n.a.	\$0.2191	-4.0%	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	-4.0%	
Rennet Casein	n.a.	\$2.6740	8.2%	\$2.6481	7.8%	\$2.5066	-0.7%	n.a.	n.a.	n.a.	n.a.	\$2.6213	6.3%	
Skim Milk Powder	\$0.7688	16.9%	\$0.7720	14.3%	\$0.7630	9.4%	\$0.7702	12.1%	\$0.7752	10.4%	\$0.7784	8.7%	\$0.7702	11.7%
Sweet Whey Powder	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	
Whole Milk Powder	\$0.9743	42.4%	\$0.9054	9.9%	\$0.9603	14.8%	\$0.9571	13.7%	\$0.9485	11.4%	\$0.9725	6.8%	\$0.9426	12.1%

Average price US\$/pound and % change from previous event.

CME GROUP, INC FUTURES
Selected settling prices

Month	08/21	08/24	08/25	08/26	08/27	08/28	08/31	09/01	09/02	09/03
CLASS III MILK FUTURES (Pit-Traded) (\$/cwt)										
AUG 15	16.41	16.40	16.41	16.43	16.32	16.31	16.30	16.32	16.27	16.27
SEP 15	16.78	16.42	16.44	16.45	16.25	16.17	16.21	16.33	16.18	16.17
OCT 15	16.81	16.48	16.54	16.47	16.35	16.40	16.50	16.75	16.54	16.59
NOV 15	16.61	16.25	16.30	16.26	16.19	16.17	16.27	16.50	16.36	16.38
DEC 15	16.28	15.91	16.02	16.01	15.90	15.92	16.04	16.15	16.10	16.07
JAN 16	15.77	15.50	15.57	15.66	15.54	15.54	15.63	15.75	15.78	15.80
FEB 16	15.48	15.21	15.27	15.41	15.41	15.45	15.46	15.65	15.70	15.75
MAR 16	15.44	15.31	15.32	15.43	15.39	15.45	15.50	15.65	15.72	15.80
APR 16	15.54	15.26	15.44	15.51	15.50	15.57	15.57	15.70	15.75	15.75
MAY 16	15.94	15.57	15.66	15.80	15.83	15.90	15.94	16.05	16.02	16.02
CLASS IV MILK FUTURES (Pit-Traded) (\$/cwt)										
AUG 15	12.84	12.84	12.84	12.84	12.78	12.80	12.80	12.80	12.90	12.90
SEP 15	14.74	14.25	14.25	14.25	14.69	14.68	14.68	14.86	15.02	15.27
OCT 15	14.92	14.43	14.53	14.53	15.17	15.04	14.85	15.36	15.78	15.95
NOV 15	14.73	14.29	14.29	14.56	15.00	14.95	14.60	14.95	15.30	15.32
CASH SETTLED BUTTER FUTURES (Electronic-Traded) (¢/lb)										
AUG 15	202.53	202.25	202.25	202.25	202.00	201.00	201.00	201.00	204.38	204.38
SEP 15	233.50	228.50	226.00	227.05	231.00	229.75	229.75	234.40	239.70	243.03
OCT 15	230.00	225.00	223.45	224.00	229.00	227.50	229.00	234.00	238.75	244.00
NOV 15	218.00	213.00	212.75	215.00	217.98	215.25	215.50	219.00	224.00	226.50
NONFAT DRY MILK FUTURES (Pit-Traded) (¢/lb)										
AUG 15	75.15	75.63	76.00	75.10	74.68	74.70	74.70	74.75	74.43	74.43
SEP 15	79.25	78.00	80.05	79.15	82.00	80.08	80.75	83.00	82.75	83.28
OCT 15	84.00	81.00	84.05	85.50	88.83	86.00	86.00	90.00	91.00	91.00
NOV 15	87.03	84.50	86.80	89.00	92.95	90.00	89.35	92.25	93.38	92.25
WHEY (Electronic-Traded) (¢/lb)										
AUG 15	32.75	32.75	32.75	32.75	31.78	31.85	31.85	31.85	31.08	31.08
SEP 15	31.00	30.93	31.50	31.18	29.00	28.75	28.75	28.50	28.30	26.85
OCT 15	30.00	30.70	31.45	30.78	28.50	29.18	29.25	28.88	27.75	26.88
NOV 15	27.98	28.85	30.50	30.20	27.50	28.50	29.20	28.88	28.25	26.50
CHEESE CSC (Electronic-Traded) (\$/lb)										
AUG 15	1.74	1.74	1.74	1.74	1.74	1.74	1.74	1.74	1.74	1.74
SEP 15	1.78	1.75	1.74	1.74	1.73	1.73	1.73	1.75	1.73	1.74
OCT 15	1.79	1.75	1.75	1.75	1.75	1.75	1.76	1.78	1.77	1.77
NOV 15	1.79	1.74	1.74	1.74	1.74	1.74	1.74	1.77	1.76	1.77
DEC 15	1.76	1.72	1.73	1.74	1.73	1.73	1.74	1.75	1.75	1.75
JAN 16	1.73	1.70	1.70	1.72	1.70	1.70	1.71	1.71	1.72	1.73

Source: <http://www.cmegroup.com/market-data/daily-bulletin.html>

DAIRY MARKET NEWS MONTHLY SUMMARY AND AVERAGES FOR AUGUST 2015¹ - (UNLESS OTHERWISE NOTED, PRICES ARE DOLLARS PER POUND, CL/TL)

COMMODITY	:::REPORT NUMBER 31	:::REPORT NUMBER 32	:::REPORT NUMBER 33	:::REPORT NUMBER 34	:::REPORT NUMBER 35	::: 2015	::: 2014
	:-----:-----:-----:-----:-----:-----:-----:-----					Monthly	Monthly
	::: AUG 03 - 07	::: AUG 10 - 14	::: AUG 17 - 21	::: AUG 24 - 28	::: AUG 31	::: Average	Average

CHEESE

WISCONSIN (WSP, Delivered, LTL)

-- Process American 5# Loaf	::: 1.7775 - 2.1375	::: 1.8025 - 2.1625	::: 1.8025 - 2.1625	::: 1.7725 - 2.1325	::: 1.7100 - 2.0700	::: 1.9650	::: 2.3967
-- Brick And/Or Muenster 5#	::: 2.0725 - 2.4975	::: 2.1125 - 2.5375	::: 2.0950 - 2.5200	::: 2.0775 - 2.5025	::: 2.0575 - 2.4825	::: 2.3004	::: 2.6902
-- Cheddar 40# Block	::: 1.8000 - 2.1950	::: 1.8400 - 2.2350	::: 1.8225 - 2.2175	::: 1.8050 - 2.2000	::: 1.7850 - 2.1800	::: 2.0129	::: 2.3915
-- Monterey Jack 10#	::: 2.0475 - 2.2525	::: 2.0875 - 2.2925	::: 2.0700 - 2.2750	::: 2.0525 - 2.2575	::: 2.0325 - 2.2375	::: 2.1654	::: 2.5552
-- Blue 5#	::: 2.3400 - 3.3275	::: 2.3800 - 3.3675	::: 2.3625 - 3.3500	::: 2.3450 - 3.3325	::: 2.3250 - 3.3125	::: 2.8491	::: 3.2390
-- Mozzarella 5 - 6#	::: 1.8725 - 2.8125	::: 1.9125 - 2.8525	::: 1.8950 - 2.8350	::: 1.8775 - 2.8175	::: 1.8575 - 2.7975	::: 2.3579	::: 2.7702
-- Grade A Swiss Cuts 6 - 9#	::: 2.7275 - 2.8450	::: 2.7700 - 2.8875	::: 2.7700 - 2.8875	::: 2.7700 - 2.8875	::: 2.7700 - 2.8875	::: 2.8186	::: 3.5457

NORTHEAST (WSP, Delivered, LTL)

-- Cheddar 40# Block	::: 2.0925 - 2.3775	::: 2.1325 - 2.4175	::: 2.1150 - 2.4000	::: 2.0975 - 2.3825	::: 2.0775 - 2.3625	::: 2.2504	::: 2.6402
-- Process 5# Sliced	::: 1.8950 - 2.3750	::: 1.9200 - 2.4000	::: 1.9200 - 2.4000	::: 1.8900 - 2.3700	::: 1.8275 - 2.3075	::: 2.1425	::: 2.5792
-- Muenster	::: 2.1125 - 2.4625	::: 2.1525 - 2.5025	::: 2.1350 - 2.4850	::: 2.1175 - 2.4675	::: 2.0975 - 2.4475	::: 2.3029	::: 2.6977
-- Grade A Swiss Cuts 10 - 14#	::: 3.2100 - 3.5325	::: 3.2525 - 3.5750	::: 3.2525 - 3.5750	::: 3.2525 - 3.5750	::: 3.2525 - 3.5750	::: 3.4036	::: 4.1307

WEST COAST (WSP, Delivered, LTL)

-- Process 5# Loaf	::: 1.7925 - 2.0500	::: 1.8175 - 2.0750	::: 1.8175 - 2.0750	::: 1.7875 - 2.0450	::: 1.7250 - 1.9825	::: 1.9288	::: 2.3741
-- Cheddar 40# Block	::: 1.8050 - 2.2500	::: 1.8450 - 2.2900	::: 1.8275 - 2.2725	::: 1.8100 - 2.2550	::: 1.7900 - 2.2350	::: 2.0429	::: 2.4015
-- Cheddar 10# Cuts	::: 1.9850 - 2.2050	::: 2.0250 - 2.2450	::: 2.0075 - 2.2275	::: 1.9900 - 2.2100	::: 1.9700 - 2.1900	::: 2.1104	::: 2.5152
-- Monterey Jack 10#	::: 1.9950 - 2.1550	::: 2.0350 - 2.1950	::: 2.0175 - 2.1775	::: 2.0000 - 2.1600	::: 1.9800 - 2.1400	::: 2.0904	::: 2.4952
-- Grade A Swiss Cuts 6 - 9#	::: 2.7875 - 3.2175	::: 2.8300 - 3.2600	::: 2.8300 - 3.2600	::: 2.8300 - 3.2600	::: 2.8300 - 3.2600	::: 3.0349	::: 3.7619

FLUID PRODUCTS

SPOT PRICES OF CLASS II CREAM (\$ per lb. butterfat)

-- Northeast - f.o.b	::: 2.6309 - 2.9597	::: 2.7064 - 3.1243	::: 2.7882 - 3.3338	::: 3.0586 - 3.7333	::: 2.9670 - 3.8247	::: 3.0588	::: 3.3892
-- Upper Midwest - f.o.b	::: 2.8437 - 2.9985	::: 2.8656 - 2.9850	::: 2.8085 - 3.2530	::: 3.0362 - 3.5984	::: 3.0134 - 3.4306	::: 3.0569	::: 3.2873

PRICES OF CONDENSED SKIM - NORTHEAST (\$ per lb. wet solids) - f.o.b.

-- Class II	::: 0.75 - 0.91	::: 0.60 - 0.91	::: 0.70 - 0.92	::: 0.65 - 0.83	::: 0.65 - 0.83	::: 0.7817	::: 1.8840
-- Class III	::: 0.75 - 0.90	::: 0.70 - 0.90	::: 0.70 - 1.18	::: 0.70 - 1.18	::: 0.70 - 1.18	::: 0.8793	::: 1.5974

DAIRY MARKET NEWS MONTHLY SUMMARY AND AVERAGES FOR AUGUST 2015¹ - (UNLESS OTHERWISE NOTED, PRICES ARE DOLLARS PER POUND, CL/TL)

COMMODITY	:::REPORT NUMBER 31	:::REPORT NUMBER 32	:::REPORT NUMBER 33	:::REPORT NUMBER 34	:::REPORT NUMBER 35	::: 2015	::: 2014
	:-----:-----:-----:-----:-----:-----:-----:-----					Monthly	Monthly
	::: AUG 03 - 07	::: AUG 10 - 14	::: AUG 17 - 21	::: AUG 24 - 28	::: AUG 31	::: Average	Average

DRY PRODUCTS

NONFAT DRY MILK

-- Central And East (f.o.b.)							
-- Low/Medium Heat	::: 0.7000 - 0.8800	::: 0.7000 - 0.8000	::: 0.7100 - 0.8500	::: 0.7500 - 0.8500	::: 0.7500 - 0.8800	::: 0.7817	: 1.6270
-- Mostly	::: 0.7500 - 0.8000	::: 0.7100 - 0.7800	::: 0.7100 - 0.8000	::: 0.7500 - 0.8000	::: 0.7800 - 0.8200	::: 0.7643	: 1.6873
-- High Heat	::: 0.9200 - 1.0000	::: 0.8750 - 1.0800	::: 0.8750 - 1.0800	::: 0.8550 - 1.0300	::: 0.8750 - 1.0500	::: 0.9643	: 1.8633
-- West (f.o.b.)							
-- Low/Medium Heat	::: 0.6450 - 0.8500	::: 0.6450 - 0.7500	::: 0.6525 - 0.7450	::: 0.7000 - 0.8200	::: 0.7225 - 0.8500	::: 0.7288	: 1.6055
-- Mostly	::: 0.6800 - 0.7500	::: 0.6500 - 0.7350	::: 0.6800 - 0.7350	::: 0.7100 - 0.7400	::: 0.7300 - 0.7800	::: 0.7121	: 1.6629
-- High Heat	::: 0.8825 - 0.9700	::: 0.7350 - 0.9800	::: 0.7350 - 0.9800	::: 0.7350 - 0.9800	::: 0.7350 - 0.9900	::: 0.8741	: 1.8181

WHEY POWDER (Nonhygroscopic)

-- Central (f.o.b.)	::: 0.1525 - 0.3900	::: 0.1525 - 0.3500	::: 0.1700 - 0.3475	::: 0.1600 - 0.3475	::: 0.1600 - 0.3100	::: 0.2576	: 0.6502
-- Mostly	::: 0.2600 - 0.3300	::: 0.2000 - 0.2800	::: 0.2000 - 0.2600	::: 0.2000 - 0.2500	::: 0.1950 - 0.2450	::: 0.2462	: 0.6569
-- West (f.o.b.)	::: 0.2550 - 0.3825	::: 0.2000 - 0.3600	::: 0.1850 - 0.3600	::: 0.1850 - 0.3600	::: 0.1850 - 0.3400	::: 0.2848	: 0.6607
-- Mostly	::: 0.3000 - 0.3500	::: 0.2550 - 0.3450	::: 0.2400 - 0.3200	::: 0.2000 - 0.3000	::: 0.2000 - 0.2800	::: 0.2864	: 0.6676
-- Northeast (f.o.b.)	::: 0.2800 - 0.3900	::: 0.2800 - 0.3675	::: 0.2800 - 0.3525	::: 0.2200 - 0.3475	::: 0.2000 - 0.3300	::: 0.3123	: 0.7043

WHEY PROTEIN CONCENTRATE

-- Central And West (f.o.b.)							
-- Extra Grade 34% Protein	::: 0.4375 - 0.8000	::: 0.4375 - 0.8000	::: 0.5900 - 0.8000	::: 0.5200 - 0.8000	::: 0.4800 - 0.7500	::: 0.6465	: 1.5350
-- Mostly	::: 0.6500 - 0.7600	::: 0.6000 - 0.7250	::: 0.5900 - 0.7025	::: 0.5600 - 0.6200	::: 0.5600 - 0.5900	::: 0.6473	: 1.5549

ANIMAL FEED - WHEY

-- Central (f.o.b.)							
-- Milk Replacer	::: 0.2000 - 0.2500	::: 0.2000 - 0.2500	::: 0.1800 - 0.2000	::: 0.1800 - 0.2000	::: 0.1700 - 0.2000	::: 0.2064	: 0.5340

BUTTERMILK (Min. 30% protein)

-- Central And East (f.o.b.)	::: 0.7000 - 0.8900	::: 0.7000 - 0.8350	::: 0.7000 - 0.8400	::: 0.7300 - 0.8700	::: 0.7500 - 0.8800	::: 0.7846	: 1.5813
-- West (f.o.b.)	::: 0.7000 - 0.8200	::: 0.7000 - 0.8050	::: 0.7000 - 0.8200	::: 0.7000 - 0.8200	::: 0.7000 - 0.8000	::: 0.7577	: 1.6735
-- Mostly	::: 0.7500 - 0.7850	::: 0.7200 - 0.7850	::: 0.7200 - 0.7850	::: 0.7200 - 0.7850	::: 0.7200 - 0.7850	::: 0.7561	: 1.6908

DRY WHOLE MILK

-- National (f.o.b.)	::: 0.9500 - 1.3000	::: 0.9500 - 1.3000	::: 0.9500 - 1.3500	::: 0.9500 - 1.3500	::: 0.9500 - 1.3500	::: 1.1381	: 2.0267
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LACTOSE

-- Central And West (f.o.b.)	::: 0.1600 - 0.2600	::: 0.1500 - 0.2500	::: 0.1500 - 0.2500	::: 0.1500 - 0.2500	::: 0.1500 - 0.2500	::: 0.2024	: 0.4936
-- Mostly	::: 0.1700 - 0.2200	::: 0.1700 - 0.2100	::: 0.1700 - 0.2100	::: 0.1700 - 0.2100	::: 0.1700 - 0.2100	::: 0.1912	: 0.5349

CASEIN - Edible - National (f.o.b.)

-- Nonrestricted - Rennet	::: 2.9000 - 3.5000	::: 2.7500 - 3.5000	::: 2.7500 - 3.5000	::: 2.7500 - 3.5000	::: 2.7500 - 3.5000	::: 3.1429	: 4.8012
-- Nonrestricted - Acid	::: 2.8000 - 3.7000	::: 2.8000 - 3.7000	::: 2.8000 - 3.7000	::: 2.8000 - 3.7000	::: 2.8000 - 3.7000	::: 3.2500	: 5.1000

¹ Prices for all products are issued once a week and represent a value for the entire week. Monthly averages are based on weekly prices and are time-weighted according to the number of workdays in the month - Saturdays, Sundays and National Holidays excluded. No monthly average is computed if one or more weekly prices are missing.

CME GROUP AVERAGES FOR AUGUST 2015

COMMODITY	::REPORT NUMBER 31::	REPORT NUMBER 32::	REPORT NUMBER 33::	REPORT NUMBER 34::	REPORT NUMBER 35::	2015 *	2014 *
	::-----::	-----::	-----::	-----::	-----::	Monthly	Monthly
	:: AUG 3 - 7 ::	AUG 10 - 14 ::	AUG 17 - 21 ::	AUG 24 - 28 ::	AUG 31	Average	Average
BUTTER*							
-- GRADE AA							
--Monday	:: 1.9900	:: 1.9900	:: 2.0750	:: 2.3225	:: 2.3500	::	:
--Tuesday	:: 1.9900	:: 2.0050	:: 2.1600	:: 2.2925	::	::	:
--Wednesday	:: 1.9900	:: 2.0150	:: 2.2700	:: 2.2925	::	::	:
--Thursday	:: 1.9900	:: 2.0275	:: 2.3700	:: 2.3425	::	::	:
--Friday	:: 1.9900	:: 2.0650	:: 2.3700	:: 2.3400	::	:: 2.1542	: 2.5913
--Weekly Average**	:: 1.9900	:: 2.0205	:: 2.2490	:: 2.3180	::	::	:
CHEESE*							
-- BARRELS							
--Monday	:: 1.6900	:: 1.7175	:: 1.6575	:: 1.6300	:: 1.6100	::	:
--Tuesday	:: 1.6925	:: 1.7025	:: 1.6600	:: 1.6200	::	::	:
--Wednesday	:: 1.6750	:: 1.6975	:: 1.6600	:: 1.6000	::	::	:
--Thursday	:: 1.7325	:: 1.6975	:: 1.6950	:: 1.6000	::	::	:
--Friday	:: 1.7175	:: 1.6975	:: 1.6950	:: 1.6000	::	:: 1.6689	: 2.1961
--Weekly Average**	:: 1.7015	:: 1.7025	:: 1.6735	:: 1.6100	::	::	:
-- 40# BLOCKS							
--Monday	:: 1.7375	:: 1.7400	:: 1.6825	:: 1.7100	:: 1.7300	::	:
--Tuesday	:: 1.7200	:: 1.7450	:: 1.6750	:: 1.6700	::	::	:
--Wednesday	:: 1.7125	:: 1.7300	:: 1.6900	:: 1.6700	::	::	:
--Thursday	:: 1.7625	:: 1.6925	:: 1.7250	:: 1.6575	::	::	:
--Friday	:: 1.7500	:: 1.6925	:: 1.7400	:: 1.7000	::	:: 1.7111	: 2.1820
--Weekly Average**	:: 1.7365	:: 1.7200	:: 1.7025	:: 1.6815	::	::	:
NONFAT DRY MILK*							
-- GRADE A							
--Monday	:: 0.7000	:: 0.6900	:: 0.7075	:: 0.7625	:: 0.7775	::	:
--Tuesday	:: 0.7100	:: 0.6900	:: 0.7075	:: 0.7800	::	::	:
--Wednesday	:: 0.7200	:: 0.6900	:: 0.7675	:: 0.7875	::	::	:
--Thursday	:: 0.6900	:: 0.6950	:: 0.7700	:: 0.8100	::	::	:
--Friday	:: 0.6900	:: 0.6900	:: 0.7850	:: 0.7700	::	:: 0.7329	: 1.4365
--Weekly Average**	:: 0.7020	:: 0.6910	:: 0.7475	:: 0.7820	::	::	:

* Monthly averages are a simple average of all the closes during the month. Weekly and monthly averages are independent calculations.

** Weekly averages are simple averages of the closes during the calendar week and are for information purposes. Should the week be split between two months, the weekly average will appear in the monthly report in which the Friday close is reported.

July Agricultural Prices Highlights

The All Milk price received by farmers was \$16.60 in July, down \$6.70 from July 2014. Milk Cows price was \$2,030 in July, up \$60 from July 2014. Alfalfa hay price was \$169.00 in July, down \$48.00 from July 2014. Corn price was \$3.80 in July, down \$.26 from July 2014. Soybean price was \$9.96 in July, down \$3.14 from July 2014. The milk-feed price ratio was 2.01 in July, down 0.35 from July 2014.

The index of prices received by farmers for dairy products during the month of July 2015 was down 1 point to 83. Compared to July 2014, the index was down 33 points (-28.4 percent). The index of prices paid by farmers for commodities and services, interest, taxes, and wage rates in July 2015 was unchanged at 109. Compared with July 2014, the index was down 4 points (3.5 percent).

Selected Milk Prices, Milk Cows, and Feed Prices, Selected States and U.S., July 2015 with Comparisons

State	All-Milk price ^{1,2}		Milk cows ³		Alfalfa hay, baled		Corn for Grain		Soybeans	
	Jul		Jul		Jul		Jul		Jul	
	2014	2015	2014	2015	2014	2015	2014	2015	2014	2015
	<i>(dollars per cwt)</i>		<i>(dollars per head)</i>		<i>(dollars per ton)</i>		<i>(dollars per bushel)</i>		<i>(dollars per bushel)</i>	
AZ	23.50	15.60	2,100	2,100	240.00	150.00	---	---	---	---
CA	21.59	15.12	2,000	2,200	275.00	185.00	---	---	---	---
CO	23.30	17.20	2,200	2,100	200.00	190.00	4.62	4.07	---	---
ID	22.40	16.30	2,000	2,000	215.00	185.00	---	---	---	---
IN	23.50	16.40	1,850	1,950	---	---	4.07	4.03	13.70	10.30
IA	23.80	17.00	1,990	2,050	150.00	115.00	4.06	3.78	13.00	10.00
MI	23.70	15.90	1,950	2,100	150.00	150.00	3.93	3.88	13.00	10.20
MN	23.70	17.40	1,950	1,880	120.00	96.00	3.95	3.66	13.00	9.79
NM	21.10	15.90	1,950	2,000	270.00	215.00	---	---	---	---
NY	25.20	17.40	1,800	1,890	217.00	190.00	---	---	---	---
OH	23.90	17.10	1,800	1,850	175.00	190.00	4.13	4.02	13.30	10.30
PA	25.30	17.60	1,880	1,890	198.00	240.00	4.21	4.01	---	---
TX	23.40	17.20	2,000	2,000	254.00	210.00	5.13	4.48	---	---
WA	24.60	16.10	1,950	1,950	220.00	185.00	---	---	---	---
WI	23.40	17.50	2,100	2,090	135.00	88.00	4.28	3.78	13.40	9.79
U.S.	23.30	16.60	1,970	2,030	217.00	169.00	4.06	3.80	13.10	9.96

¹ Prices are shown at reported butterfat test. ² Before deductions for hauling. Includes quality, quantity, and other premiums. Excludes hauling subsidies.

³ Animals sold for dairy herd replacement only. Quarterly United States milk cow prices are based on revised milk cow inventory.

Milk-Feed Price Ratio, Selected States and U.S., July 2015 with Comparisons

State ²	Milk-feed: pounds of 16% mixed dairy feed equal in value to 1 pound of whole milk ¹		
	Jul 2014	Jun 2014	Jul 2015
IA	2.80	2.45	2.38
MI	2.83	2.09	2.00
MN	3.04	2.51	2.63
OH	2.73	2.23	1.94
WI	2.77	2.72	2.67
U.S.	2.36	2.06	2.01

¹ The price of commercial prepared dairy feed is based on current United States prices received for corn, soybeans, and alfalfa. The modeled feed uses 51 percent corn, 8 percent soybeans, and 41 percent alfalfa hay. ² Available states that provided all necessary data to compute milk feed price ratios.

General Price Measures, U.S., July 2015 with Comparisons

Item	Jul 2014	Jun 2014	Jul 2015
Index Numbers (1990-92=100):			
Prices received by farmers for dairy production	116	84	83
Prices paid by farmers for commodities and services, interest taxes, and wage rates	113	109	109

Source: U.S. Department of Agriculture. National Agricultural Statistics Service. Agricultural Statistics Board. *Agricultural Prices, August 2015.*

Federal Milk Order Class and Component Prices, August

Class Prices: The following are the August 2015 class prices under the Federal milk order pricing system and changes from the previous month: Class II: \$14.54 (-\$0.16), Class III: \$16.27 (-\$0.06), and Class IV: \$12.90 (-\$0.25).

Component Price Information: Under the Federal milk order pricing system, the butterfat price for August 2015 is \$2.2674 per pound. Thus, the Class II butterfat price is \$2.2744 per pound. The protein and other solids prices for August 2015 are \$2.5692 and \$0.1151 per pound, respectively. These component prices set the Class III skim milk price at \$8.64 per cwt. The August 2015 Class IV skim milk price is \$5.14, which is derived from the nonfat solids price of \$0.5707 per pound.

Product Price Averages: The product price averages for August 2015 are: butter: \$2.0438, nonfat dry milk: \$0.7443, cheese: \$1.7386, and dry whey: \$0.3108.

Federal Milk Order Minimum Class Prices for Milk of 3.5 Percent Butterfat ^{1,2}						
Federal Milk Order Marketing Areas ³	Order Number	August 2015				September 2015
		Class I	Class II	Class III	Class IV	Class I
<i>(dollars per 100 pounds)</i>						
Northeast (Boston) ⁴	001	19.53	14.54	16.27	12.90	19.59
Appalachian (Charlotte) ^{5,6}	005	19.68	14.54	16.27	12.90	19.74
Florida (Tampa) ^{6,7}	006	21.68	14.54	16.27	12.90	21.74
Southeast (Atlanta) ^{6,8}	007	20.08	14.54	16.27	12.90	20.14
Upper Midwest (Chicago) ⁹	030	18.08	14.54	16.27	12.90	18.14
Central (Kansas City) ¹⁰	032	18.28	14.54	16.27	12.90	18.34
Mideast (Cleveland) ¹¹	033	18.28	14.54	16.27	12.90	18.34
Pacific Northwest (Seattle) ¹²	124	18.18	14.54	16.27	12.90	18.24
Southwest (Dallas) ¹³	126	19.28	14.54	16.27	12.90	19.34
Arizona (Phoenix)	131	18.63	14.54	16.27	12.90	18.69
All-Market Average	---	19.17	14.54	16.27	12.90	19.23

¹ To convert the Class I price per 100 pounds to the Class I price per gallon, divide by 11.63 - the approximate number of gallons in 100 pounds of milk.

² The mandatory \$0.20 per cwt. processor assessment under the Fluid Milk Promotion Order is not included in the Class I prices shown on this table.

³ Names in parentheses are the major city in the principal pricing point of the markets.

⁴ Class I prices at other cities are: New York City, minus \$0.10; Philadelphia, minus \$0.20; Baltimore, minus \$0.25, and Washington, DC, minus \$0.25.

⁵ Class I prices at other cities are: Knoxville, minus \$0.20 and Louisville, minus \$1.10.

⁶ Effective May 1, 2008, the Class I price surface in these orders were temporarily adjusted.

⁷ Class I prices at other cities are: Orlando, same; Miami, plus \$0.60; and Jacksonville, minus \$0.40.

⁸ Class I prices at other cities are: New Orleans, same; Memphis, minus \$0.90; Nashville, minus \$0.90; and Springfield, MO, minus \$1.40.

⁹ Class I prices at other cities are: Milwaukee, minus \$0.05; and Minneapolis, minus \$0.10.

¹⁰ Class I prices at other cities are: Des Moines, minus \$0.20; Omaha, minus \$0.15; Oklahoma City, plus \$0.60; St. Louis, same; and Denver, plus \$0.55.

¹¹ Class I prices at other cities are: Indianapolis, same; Cincinnati, plus \$0.20; Pittsburgh, plus \$0.10; and Detroit, minus \$0.20.

¹² Class I prices at other cities are: Portland, same; and Spokane, same.

¹³ Class I prices at other cities are: Houston, plus \$0.60; San Antonio, plus \$0.45; Albuquerque, minus \$0.65; and El Paso, minus \$0.75.

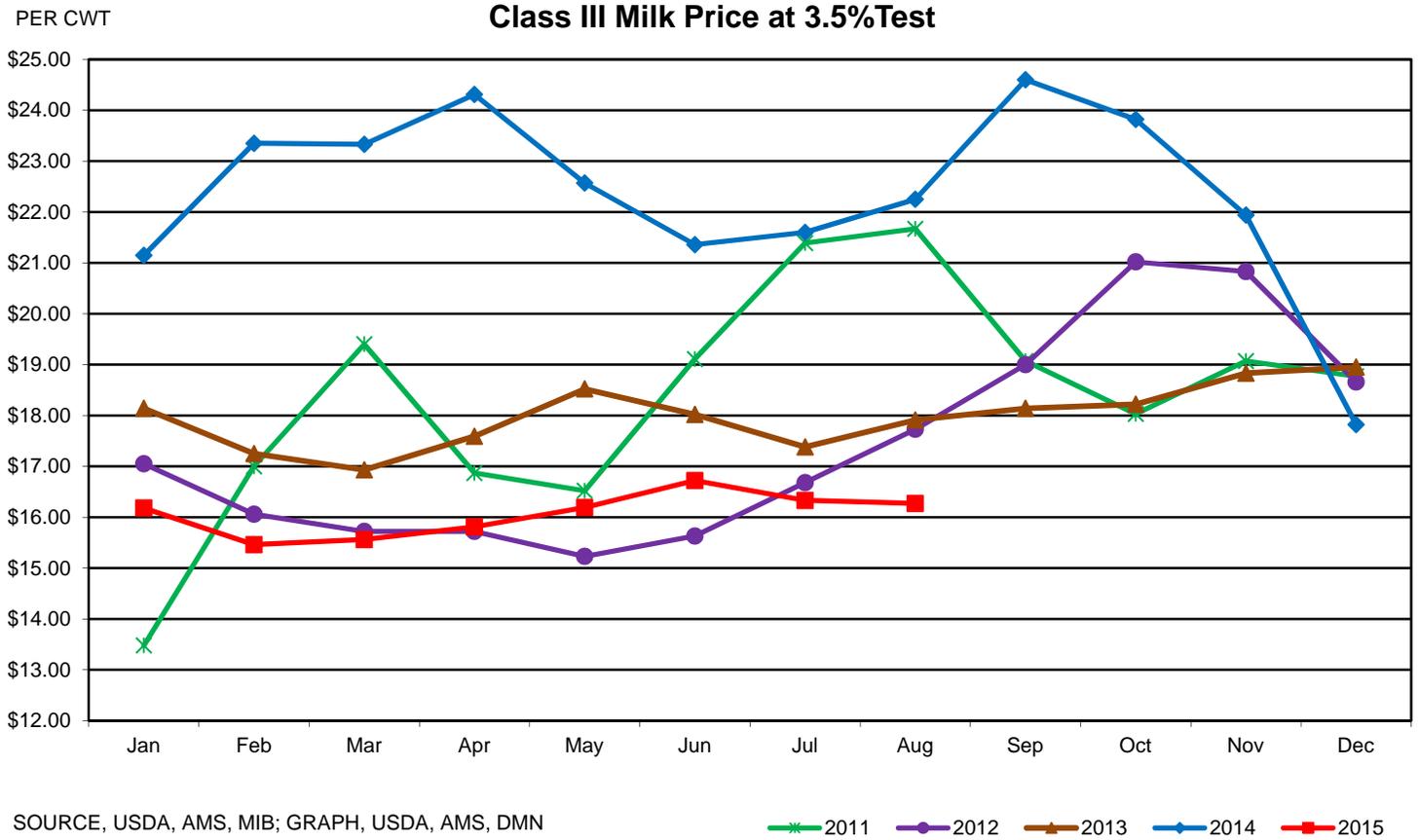
July 2015 Dairy Products Highlights

Butter production was 133.3 million pounds, 3.2 percent below July 2014 and 6.2 percent below June 2015. **American type cheese** production totaled 393.2 million pounds, 3.4 percent above July 2014 and 2.4 percent above June 2015. **Total cheese** output (excluding cottage cheese) was 988.4 million pounds, 3.1 percent above July 2014 and 2.5 percent above June 2015. **Nonfat dry milk** production, for human food, totaled 155.1 million pounds, 6.9 percent below July 2014 and 6.0 percent below June 2015. **Dry whey** production, for human food, was 79.7 million pounds, 9.6 percent above July 2014, but 4.9 percent below June 2015. **Ice cream, regular hard** production totaled 70.2 million gallons, 5.0 percent below July 2014 and 0.4 percent below June 2015.

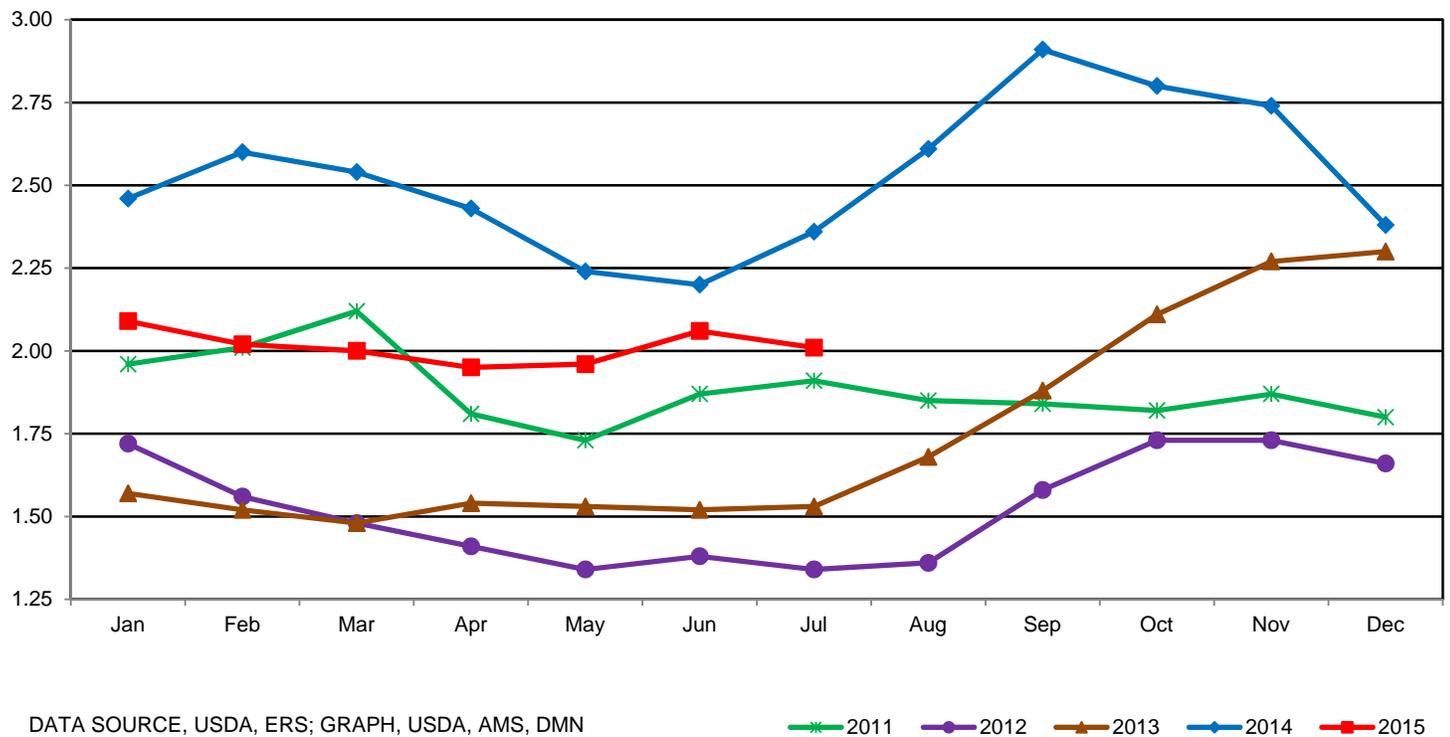
Production of Dairy Products									
Product	July 2015	Change from			Product	July 2015	Change from		
		July 2014	June 2015	Year to Date ¹			July 2014	June 2015	Year to Date ¹
	(1,000 lbs)	(percent)				(1,000 lbs)	(percent)		
Butter	133,327	-3.2	-6.2	-1.7	Yogurt (plain and flavored)	388,590	0.1	-1.0	-0.1
Cheese					Dry whey, human food	79,699	9.6	-4.9	---
American types ²	393,242	3.4	2.4	2.9	Dry whey, animal feed	1,002	34.1	-24.1	---
Cheddar	282,079	4.7	-0.1	2.5	Dry whey, total ⁸	80,701	9.8	-5.2	9.5
Other American	111,163	0.1	9.4	---	Reduced lactose & minerals				
Brick & Muenster	16,571	11.5	17.1	---	Human food	3,106	11.8	15.0	---
Cream & Neufchatel	73,601	3.4	8.7	---	Animal feed	2,886	-45.6	13.8	---
Hispanic	20,235	-5.3	-2.8	---	Lactose, human food & animal feed	90,533	-11.0	-0.7	-8.4
Total Italian types	422,349	3.2	1.1	2.3	Whey protein concentrate				
Mozzarella	331,746	1.3	1.3	1.0	Human food ⁹	41,058	-6.4	10.4	---
Other Italian	90,603	10.5	0.5	---	Animal feed ⁹	349	-52.0	-72.6	---
Swiss	26,605	3.4	4.2	---	Total ⁹	41,407	-7.1	7.7	-5.8
All other types	35,807	0.5	5.1	---	25.0-49.9 percent ¹⁰	18,776	-18.0	-6.0	---
Total	988,410	3.1	2.5	2.3	50.0-89.9 percent ¹⁰	22,631	4.5	22.5	---
Cottage cheese, curd ³	36,108	7.2	6.8	---	Whey protein isolates ¹¹	7,839	11.1	-2.7	---
Cottage cheese, cream ⁴	29,391	12.1	8.4	0.8					
Cottage cheese, lowfat ⁵	32,284	2.8	0.3	-1.8					
Dry buttermilk	5,988	-20.2	-9.5	---	Frozen products				
Dry whole milk	9,923	13.8	47.6	---	Ice cream, regular hard	70,218	-5.0	-0.4	-2.8
Milk protein conc. (MPC), total ⁶	8,847	-21.5	-33.6	---	Ice cream, lowfat, hard	21,781	10.0	-7.9	---
Nonfat dry milk (NDM), human	155,113	-6.9	-6.0	8.5	Ice cream, lowfat, soft	23,446	14.7	-1.0	---
Skim milk powders (SMP) ⁷	35,062	23.0	1.1	-22.9	Ice cream, lowfat, total	45,227	12.4	-4.5	7.3
Sour cream	106,747	-0.1	-4.3	0.4	Sherbet, hard	3,756	-6.4	-0.9	-6.5
					Frozen yogurt, total	6,227	2.3	-8.7	---

Manufacturers' Stocks, End of Month ¹²							
Product	July 2015	July 2014	June 2015	Product	July 2015	July 2014	June 2015
	(1,000 lbs)	(percent)			(1,000 lbs)	(percent)	
Dry whey, human food	73,289	16.2	-1.9	Whey protein concentrate			
Dry whey, animal feed	2,505	229.6	17.7	Human food ⁹	74,183	30.7	-2.4
Reduced lactose & minerals—human & animal ¹³	9,645	1.1	3.9	Animal feed ⁹	1,090	-34.5	-25.0
Lactose, human food & animal feed	126,208	4.3	-0.3	Total ⁹	75,273	28.8	-2.8
Dry buttermilk	14,390	-9.9	-33.5	25.0-49.9 percent ¹⁰	35,199	22.4	1.2
Nonfat dry milk, human food	269,711	8.5	2.8	50.0-89.9 percent ¹⁰	40,074	35.0	-6.1
				Whey protein isolates ¹¹	12,364	24.9	-6.9

¹ 2015 cumulative as percent change of 2014 cumulative. ² Includes Cheddar, Colby, Monterey and Jack. ³ Mostly used for processing into cream or lowfat cottage cheese. ⁴ Fat content 4 percent or more. ⁵ Fat content less than 4 percent. ⁶ Dry milk protein concentrate, 40-89.9 percent. ⁷ Includes protein standardized and blends. ⁸ Excludes all modified dry whey products. ⁹ Whey protein concentrate, 25.0 to 89.9 percent. ¹⁰ Whey protein concentrate, human and animal. ¹¹ Whey protein isolates, 90.0 percent or greater. ¹² Stocks held by manufacturers at all points and in transit. ¹³ Reduced lactose and minerals stocks combined to avoid disclosure of individual operations. **Source:** U.S. Department of Agriculture, National Agricultural Statistics Service, Agricultural Statistics Board, *Dairy Products, September 2015*.

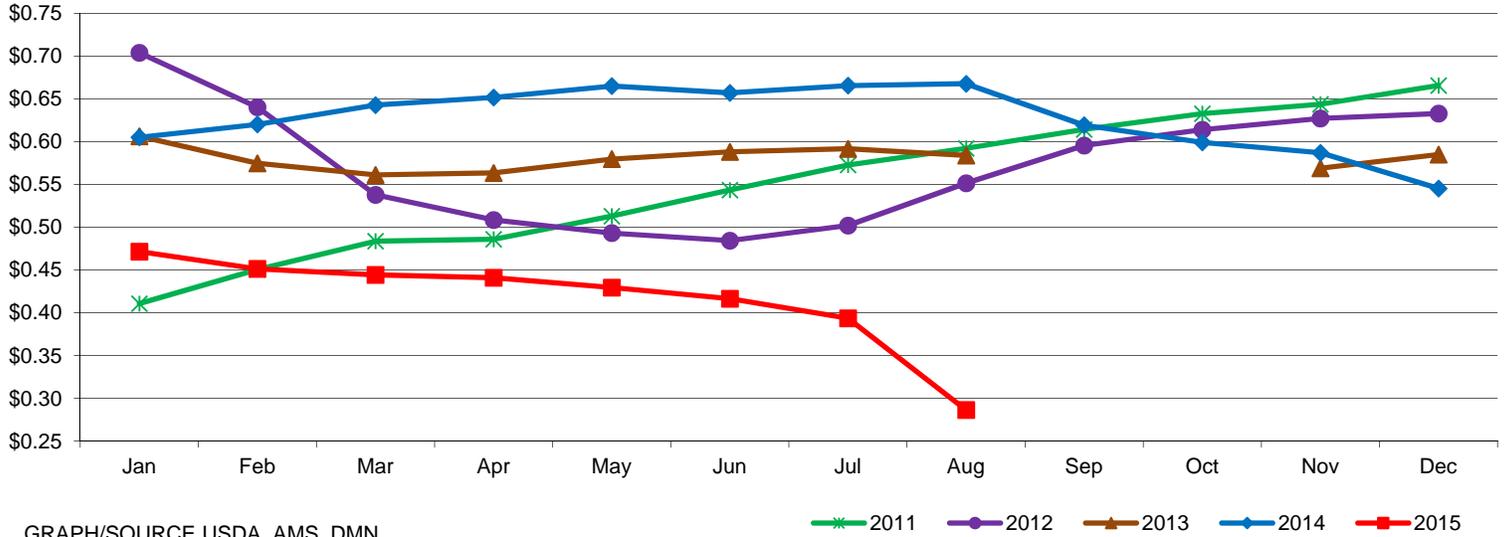


Milk-Feed Price Ratio Based on the Pounds of 16% Mixed Dairy Feed Equal in Value to 1 Pound of Whole Milk



PER POUND

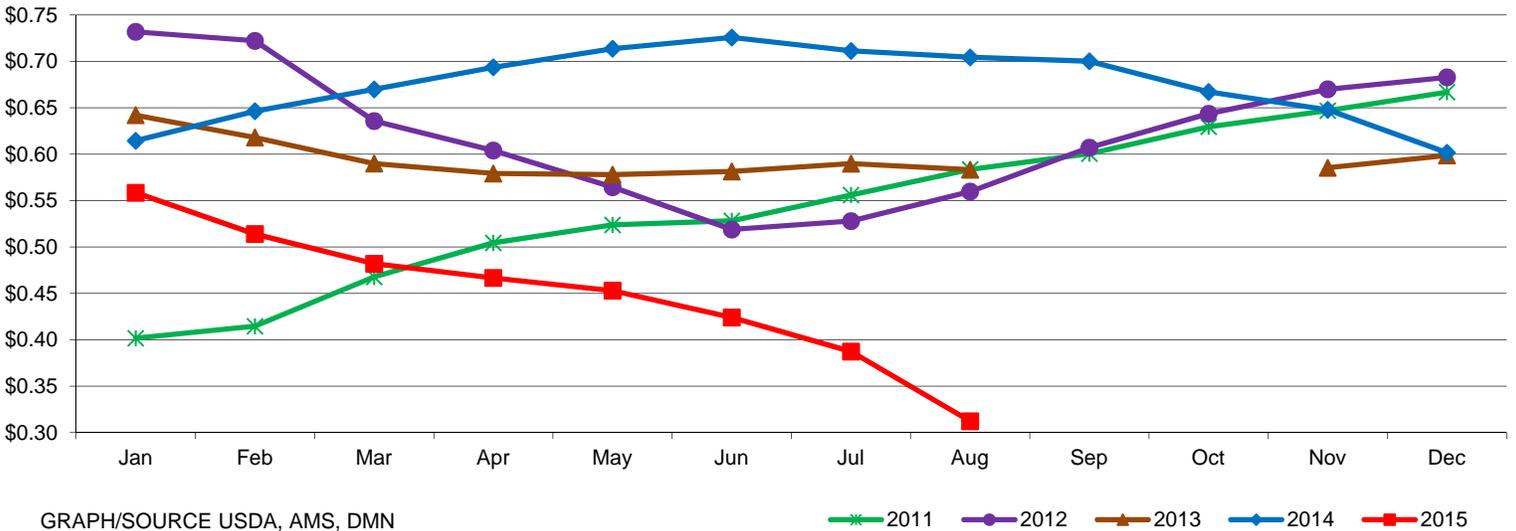
Western Dry Whey Monthly Average Mostly Prices



GRAPH/SOURCE USDA, AMS, DMN

PER POUND

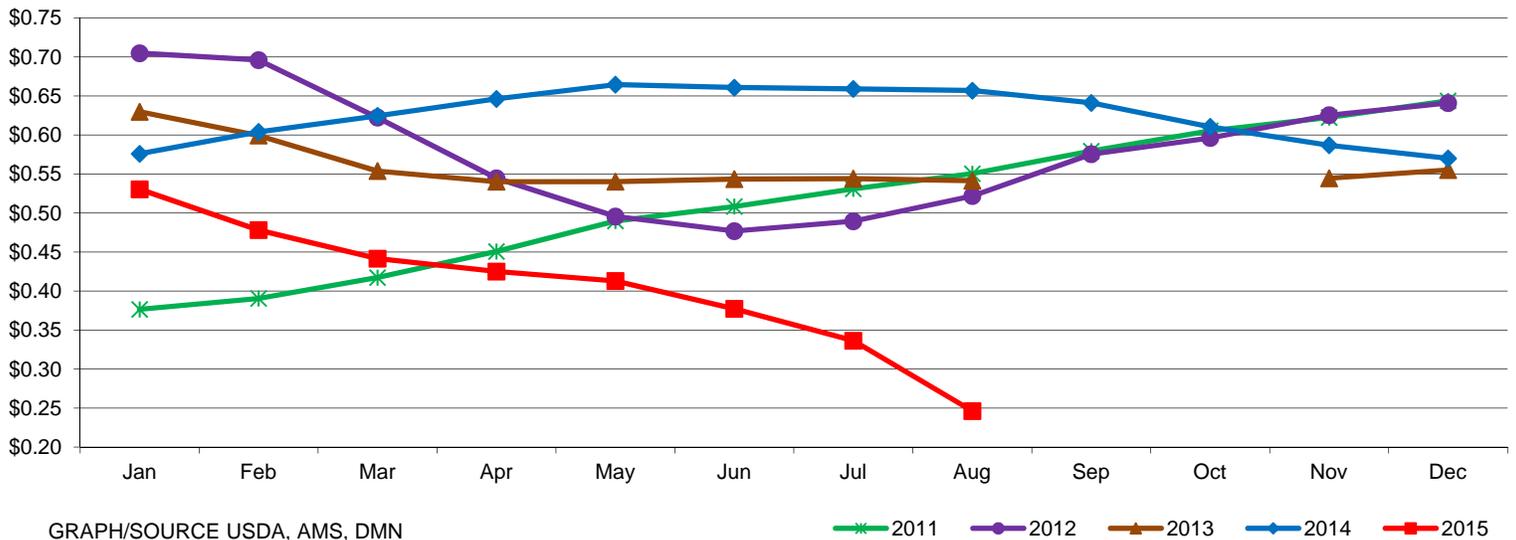
Northeastern Dry Whey Monthly Average Prices



GRAPH/SOURCE USDA, AMS, DMN

PER POUND

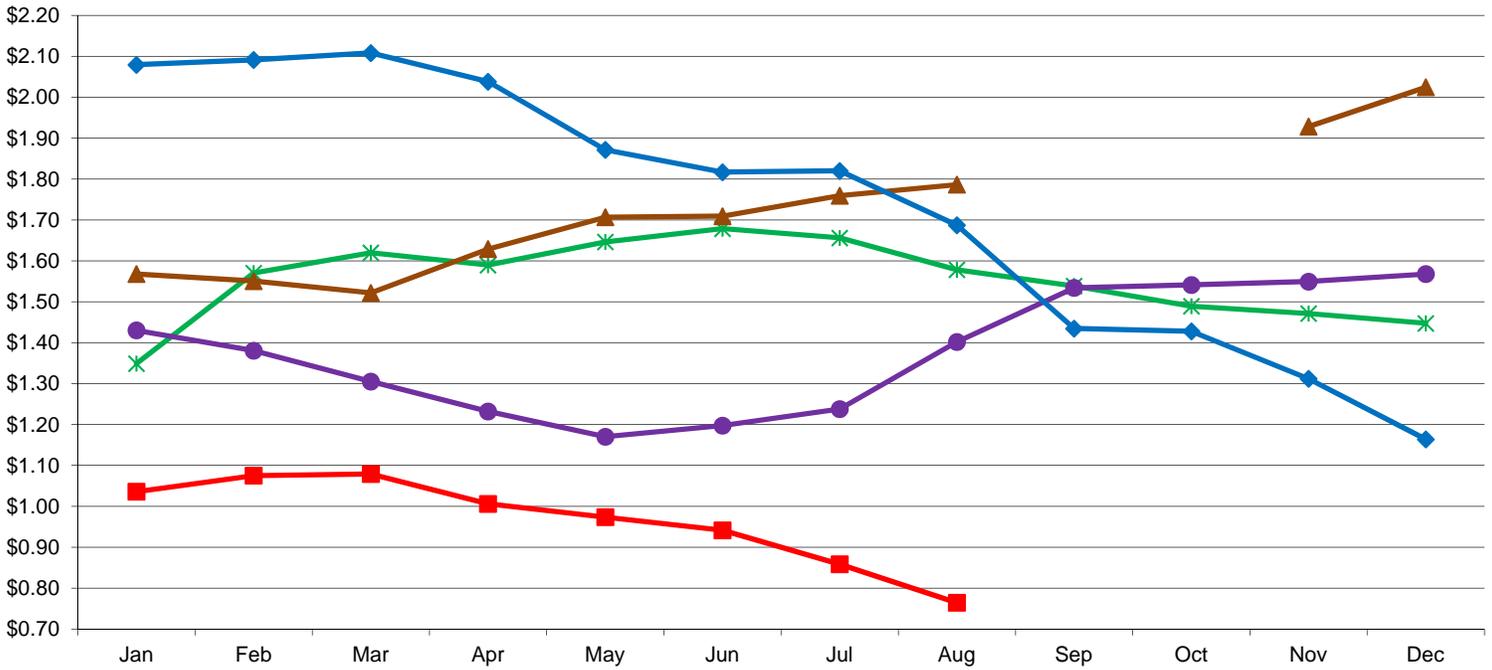
Central Dry Whey Monthly Average Mostly Prices



GRAPH/SOURCE USDA, AMS, DMN

Central & East Low/Medium Heat Nonfat Dry Milk Monthly Average Mostly Prices

PER POUND

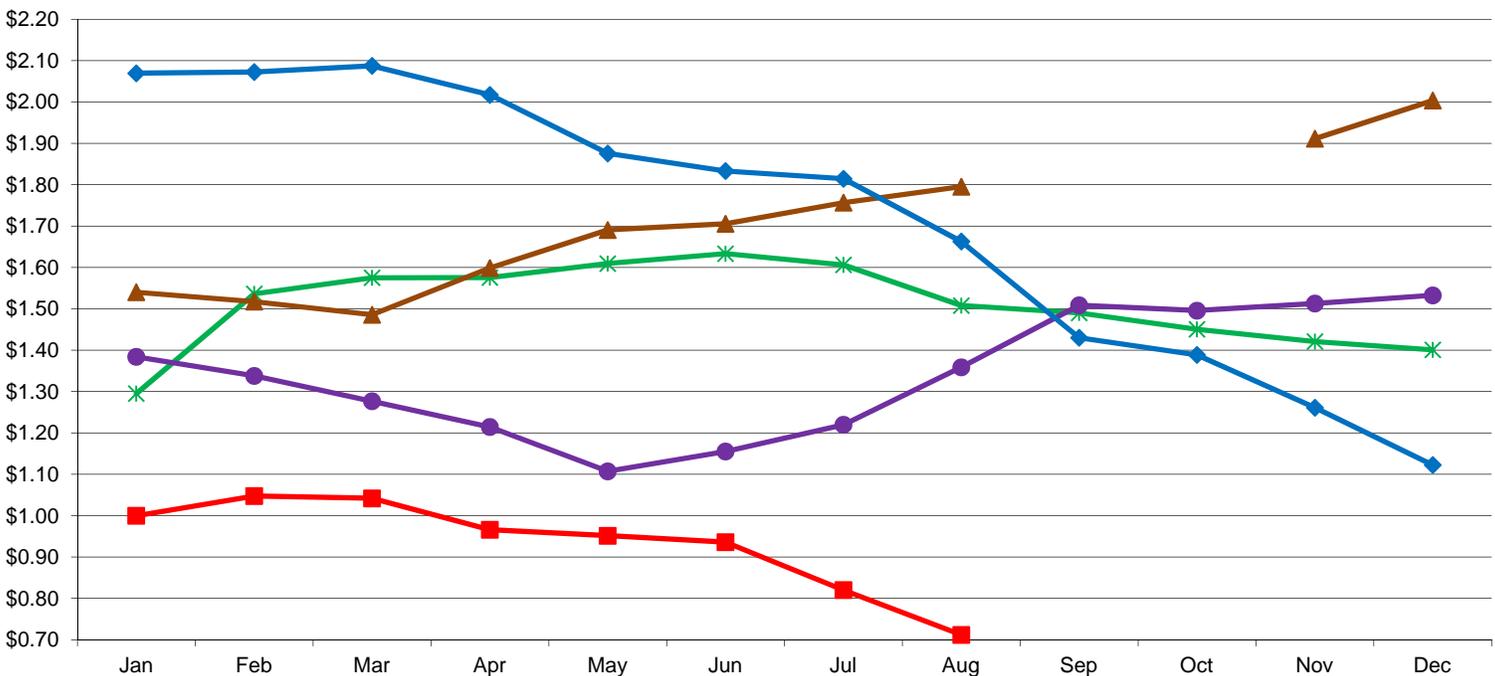


GRAPH/SOURCE USDA, AMS, DMN

2011 2012 2013 2014 2015

Western Low/Medium Heat Nonfat Dry Milk Monthly Average Mostly Prices

PER POUND

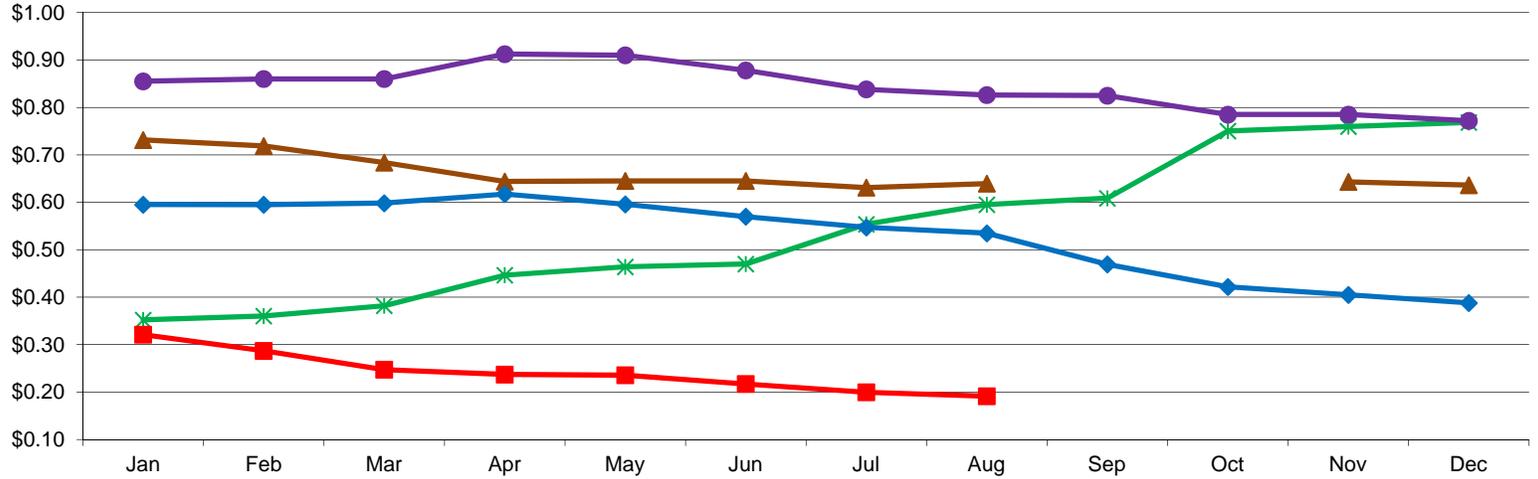


GRAPH/SOURCE USDA, AMS, DMN

2011 2012 2013 2014 2015

Central & West Dry Lactose Monthly Average Mostly Prices

PER POUND

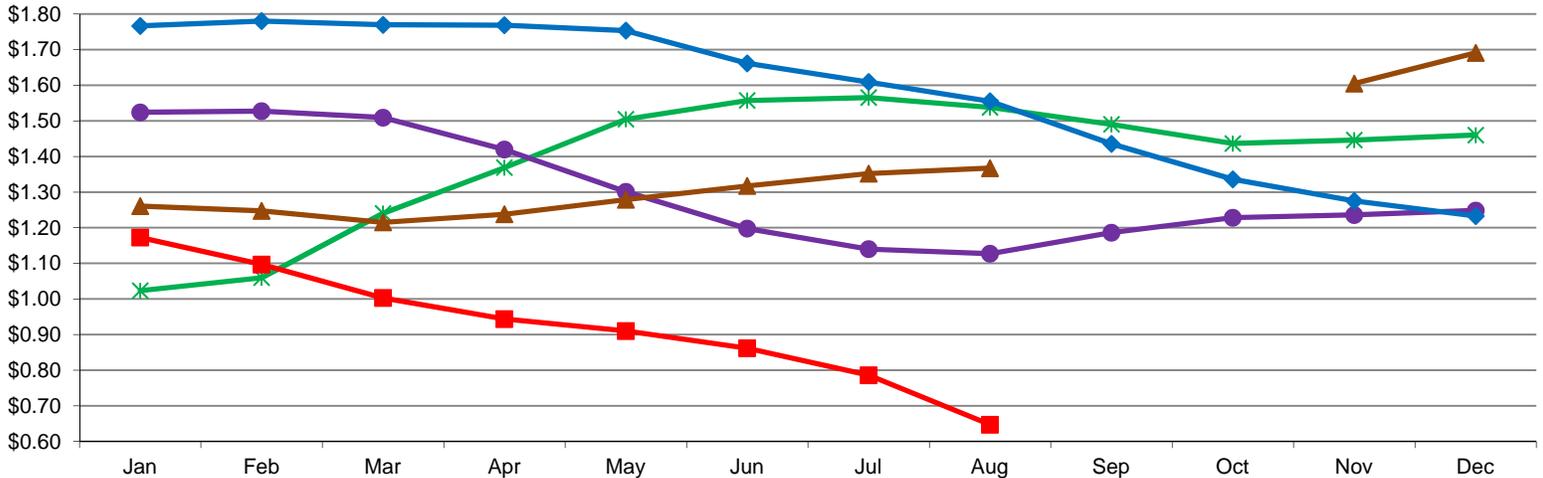


GRAPH/SOURCE USDA, AMS, DMN

2011 2012 2013 2014 2015

Central & West Dry WPC 34% Monthly Average Mostly Prices

PER POUND

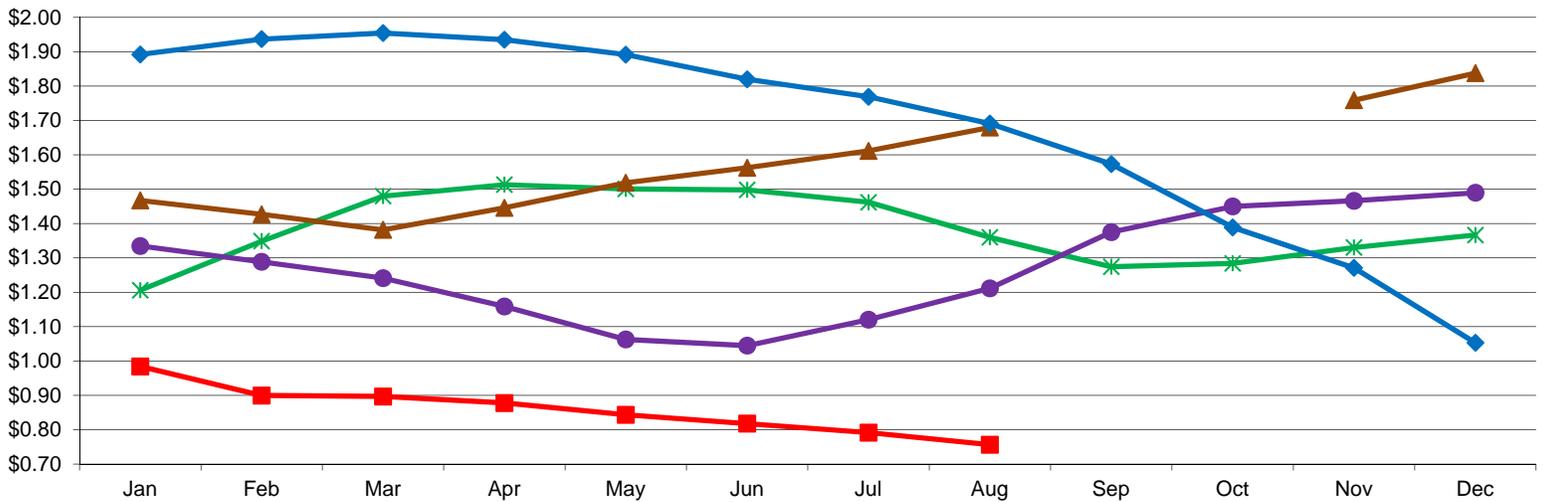


GRAPH/SOURCE USDA, AMS, DMN

2011 2012 2013 2014 2015

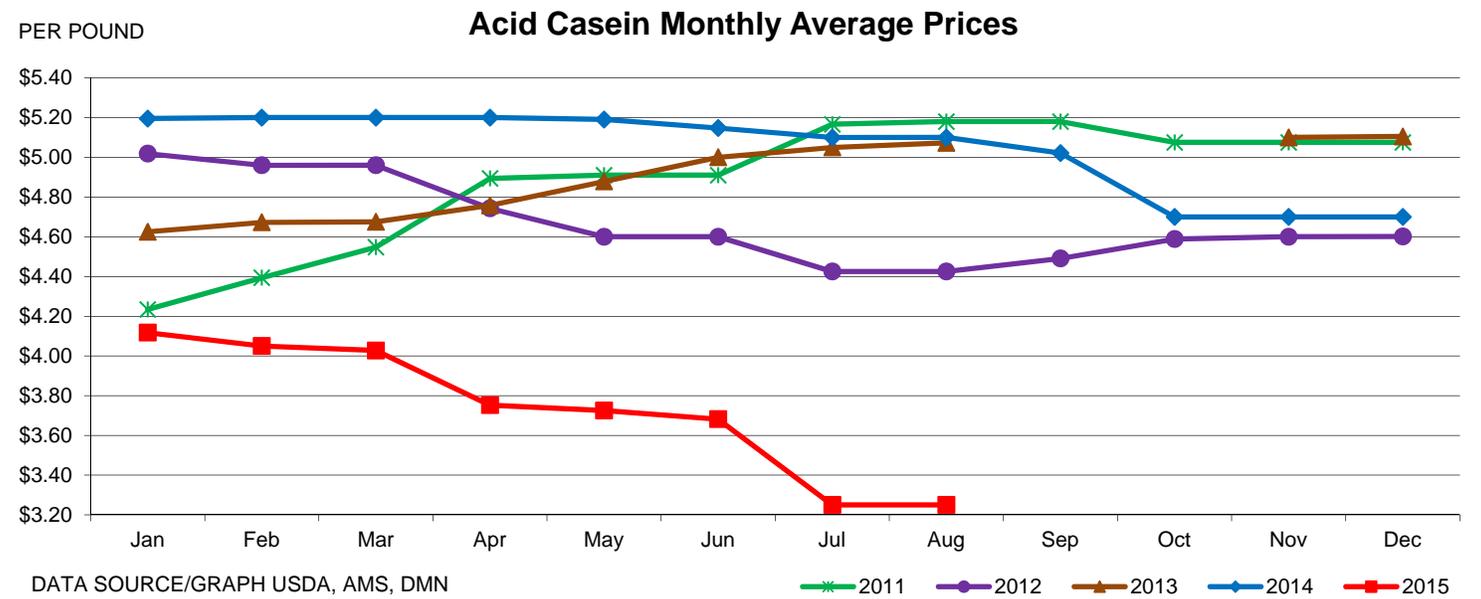
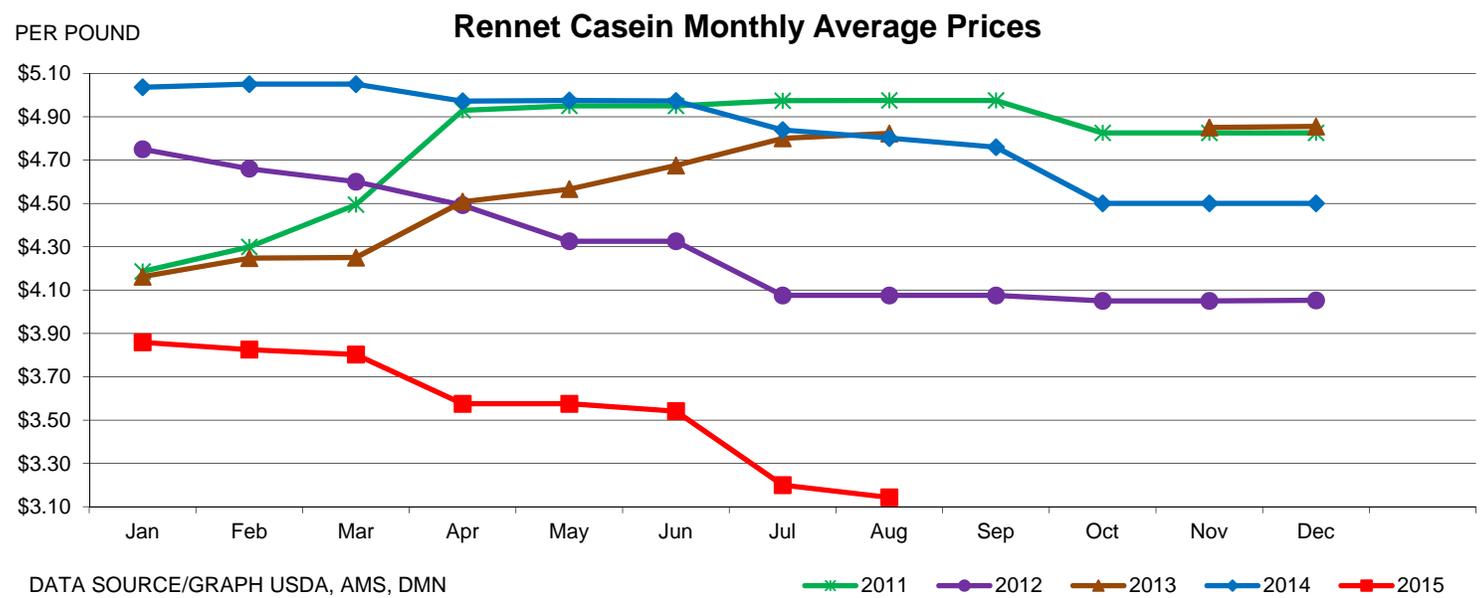
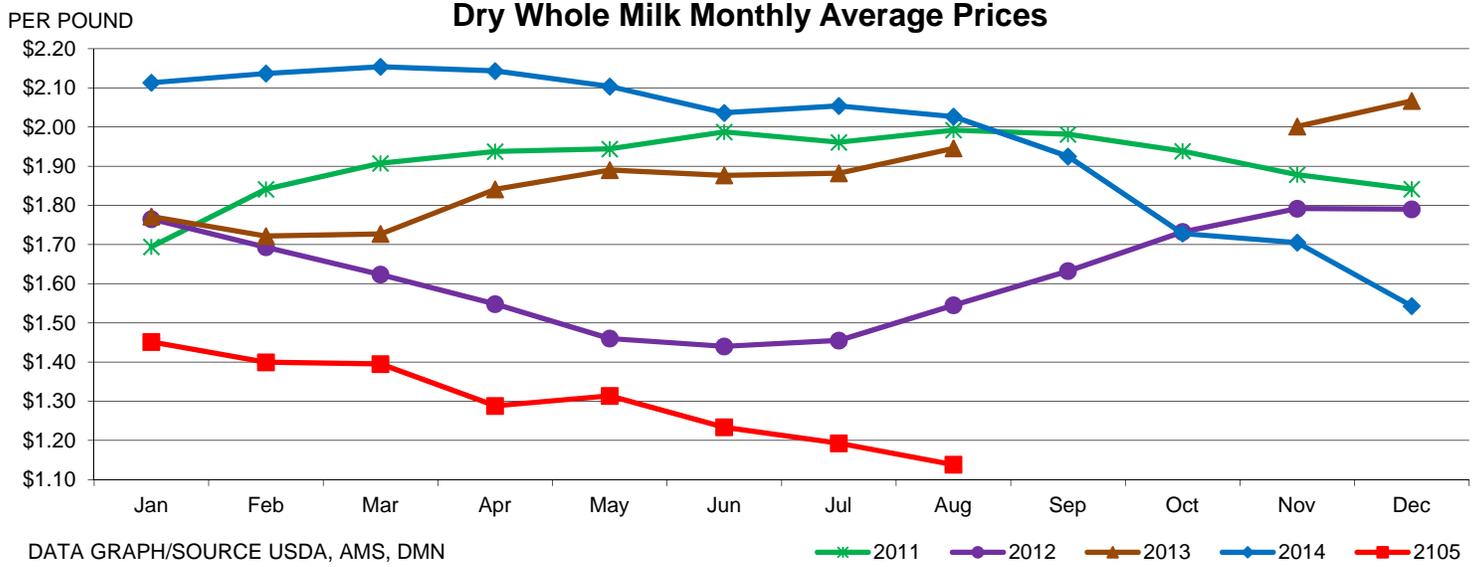
Western Dry Buttermilk Monthly Average Mostly Prices

PER POUND



GRAPH/SOURCE USDA, AMS, DMN

2011 2012 2013 2014 2015





Dairy Market News Branch

Agricultural
Marketing
Service

National Retail Report - Dairy

Websites: <http://www.marketnews.usda.gov/mnp/da-home> and <http://www.ams.usda.gov/mnreports/dybretail.pdf>

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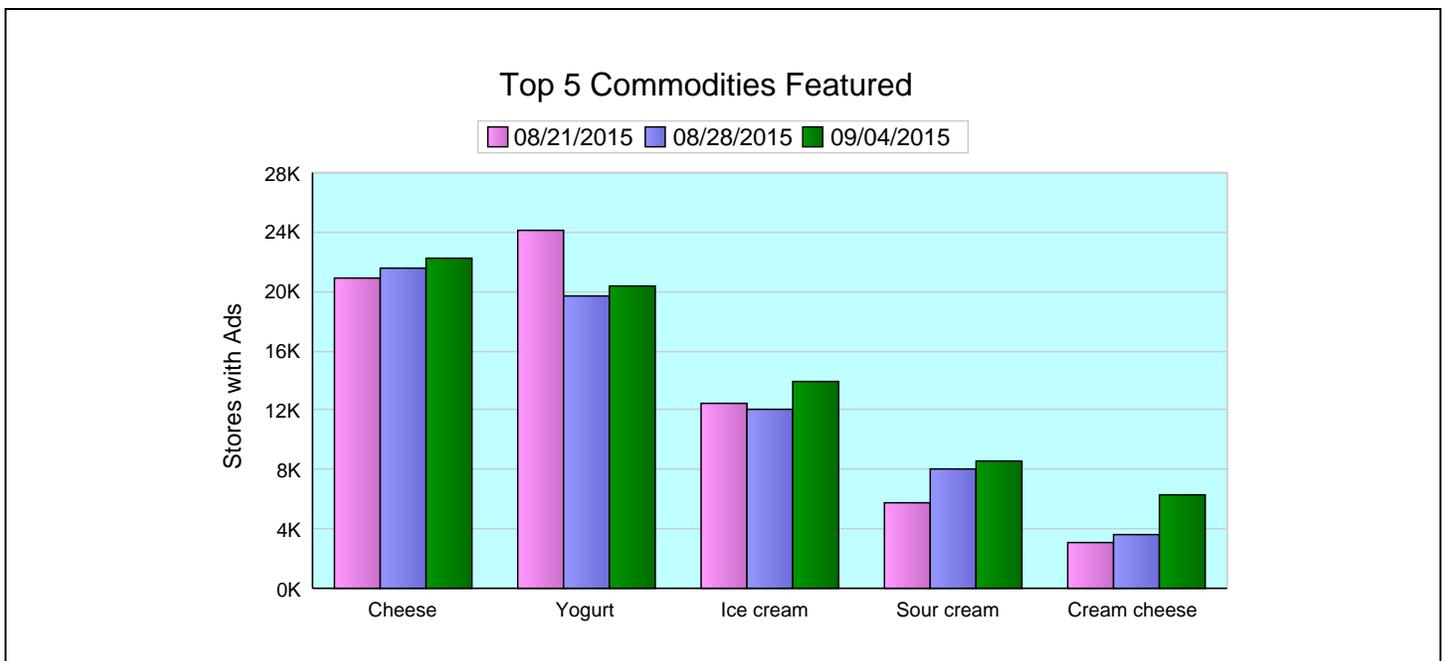
Advertised Prices for Dairy Products at Major Retail Supermarket Outlets ending during the period of 09/04/2015 to 09/10/2015

The volume of conventional dairy ads is 9% higher from last week as the Labor Day holiday weekend approaches. The ad volume for 8 ounce cream cheese is up 72% and the national weighted average advertised price is \$1.82 for this week. For other Labor Day holiday favorites, the change in ad volume, national weighted average advertised price, and price change from last week are: 1 pound butter, +15%, \$2.95, down 21 cents; 16 ounce cottage cheese, +24%, \$1.82, down 13 cents; and 16 ounce sour cream, +10%, \$1.62, down 9 cents.

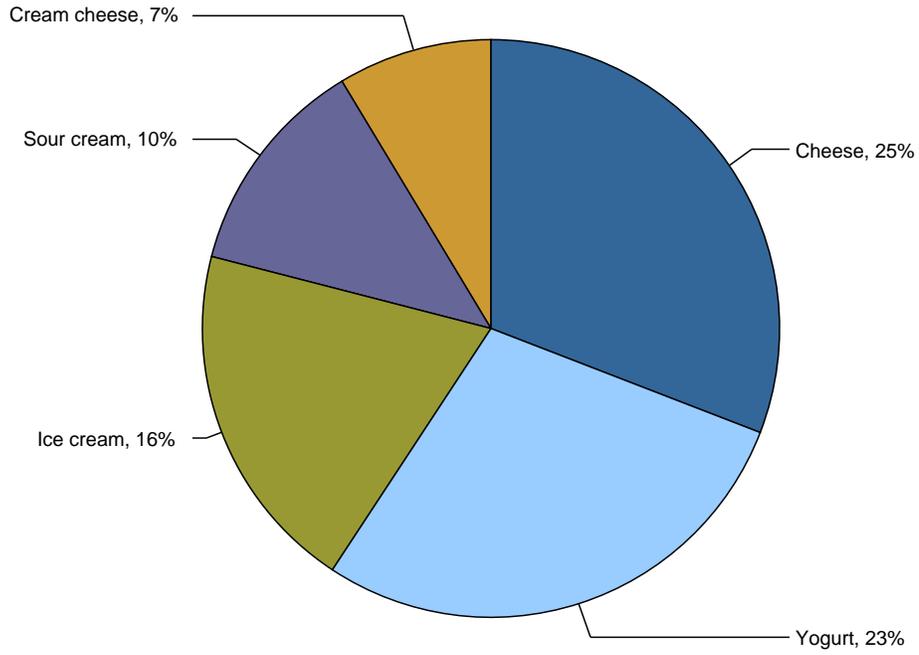
The average price of 4-6 ounce Greek yogurt is 96 cents, unchanged from last week, but 4 cents lower from a year ago. Yogurt in 4-6 ounce packages averaged 52 cents, down 3 cents from last week but up 2 cents from a year ago. Conventional yogurt ad numbers increased 7% from the previous week.

The U.S. advertised price for 8 ounce cheese blocks averaged \$2.14, down 20 cents from a week ago and 25 cents from a year ago; 8 ounce shred cheese averaged \$2.26, down 20 cents from one week ago and 14 cents from one year ago. Conventional cheese ads increased 1% from the previous week.

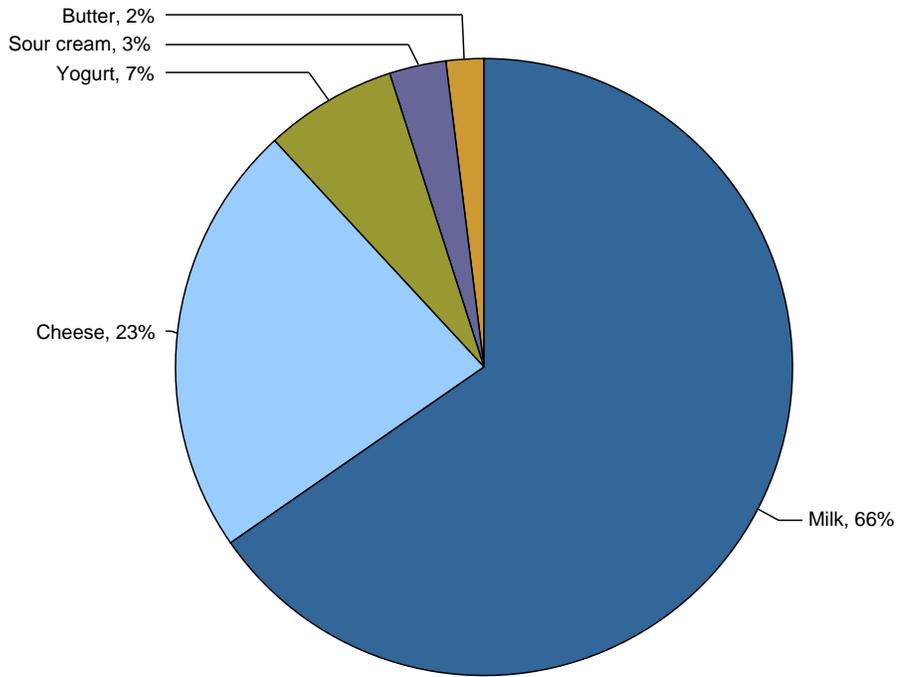
Organic - conventional half gallon milk has a price spread of \$2.91. This is the highest spread reported in the current year. The price spread is the difference between the national weighted average conventional milk price for half gallons, \$1.58 and the average for organic half-gallon milk, \$4.49. Organic dairy ad volumes for all items fell 6%.



Top 5 Percentage of Total Conventional Ads



Top 5 Percentage of Total Organic Ads





NATIONAL -- CONVENTIONAL DAIRY PRODUCTS

Commodity	Type	Pack Size	THIS PERIOD		LAST WEEK		LAST YEAR	
			Stores With Ads	Wtd Avg Price	Stores With Ads	Wtd Avg Price	Stores With Ads	Wtd Avg Price
Butter		1 #	5665	2.95	4934	3.16	5585	3.59
Cheese	Natural Varieties	8 oz block	9502	2.14	6981	2.34	6387	2.39
Cheese	Natural Varieties	1 # block	946	2.80	2856	3.37	537	4.02
Cheese	Natural Varieties	2 # block	478	6.00	340	7.55	1820	7.86
Cheese	Natural Varieties	8 oz shred	9465	2.26	7910	2.46	8250	2.40
Cheese	Natural Varieties	1 # shred	815	2.77	2923	3.26	598	3.61
Cottage cheese		16 oz	4099	1.82	3319	1.95	1186	2.29
Cream cheese		8 oz	6330	1.82	3679	1.89	10784	1.79
Flavored milk	All fat tests	half gallon	119	1.75	143	2.00	201	3.50
Flavored milk	All fat tests	gallon			351	1.99	419	4.33
Ice cream		48-64oz	13993	2.99	12084	3.12	16831	2.98
Milk	All fat tests	half gallon	564	1.58	879	1.96	202	1.89
Milk	All fat tests	gallon	876	2.46	1757	2.51	2164	2.96
Sour cream		16 oz	8382	1.62	7595	1.71	10001	1.70
Yogurt	Greek	4-6 oz	10818	.96	11377	.96	11198	1.00
Yogurt	Greek	32 oz	3462	4.61	1482	3.98	1703	4.37
Yogurt	Yogurt	4-6 oz	4305	.52	4403	.55	2948	.50
Yogurt	Yogurt	32 oz	1465	2.01	1518	2.21	284	2.72

REGIONAL -- CONVENTIONAL DAIRY PRODUCTS

Commodity	Type	Pack Size	NORTHEAST U.S.			SOUTHEAST U.S.			MIDWEST U.S.		
			Price Range	Stores with Ads	Wtd Avg Price	Price Range	Stores with Ads	Wtd Avg Price	Price Range	Stores with Ads	Wtd Avg Price
Butter		1 #	2.50-3.99	1094	3.13	2.50-3.00	1267	2.93	2.50-2.79	761	2.54
Cheese	Natural Varieties	8 oz block	1.69-3.50	3046	2.21	1.66-2.99	2215	2.13	1.67-2.50	1495	2.01
Cheese	Natural Varieties	1 # block							1.99-2.99	405	2.69
Cheese	Natural Varieties	8 oz shred	1.50-2.99	1295	2.10	1.66-2.99	2515	2.28	1.49-2.79	1265	2.07
Cheese	Natural Varieties	1 # shred							1.99-2.99	348	2.64
Cottage cheese		16 oz	1.99-2.50	887	2.09	1.00-2.00	981	1.81	1.00-2.50	647	1.64
Cream cheese		8 oz	1.33-2.49	2550	1.82	1.49-2.49	722	2.01	0.99-2.00	728	1.67
Flavored milk	All fat tests	half gallon							1.75	119	1.75
Ice cream		48-64oz	1.77-3.99	4143	2.64	1.99-3.99	3084	3.17	1.99-3.99	1446	2.95
Milk	All fat tests	half gallon							1.00-1.75	344	1.26
Milk	All fat tests	gallon	2.50	100	2.50				1.99-2.77	295	2.51
Sour cream		16 oz	1.29-2.50	2227	1.67	1.50-2.00	2013	1.71	0.88-2.00	1338	1.37
Yogurt	Greek	4-6 oz	0.69-1.25	4406	.98	0.75-1.00	1585	.96	0.80-1.00	1485	.96
Yogurt	Greek	32 oz	3.99-5.99	567	5.08	3.99-4.99	1377	4.52	3.99-5.00	440	4.40
Yogurt	Yogurt	4-6 oz	0.40-0.53	1284	.50	0.50	184	.50	0.39-0.60	1065	.51
Yogurt	Yogurt	32 oz	1.89-2.50	462	2.16	1.89	227	1.89	1.89-1.99	707	1.91

Wtd Avg - Simple weighted average



Commodity	Type	Pack Size	SOUTH CENTRAL U.S.			SOUTHWEST U.S.			NORTHWEST U.S.		
			Price Range	Stores with Ads	Wtd Avg Price	Price Range	Stores with Ads	Wtd Avg Price	Price Range	Stores with Ads	Wtd Avg Price
Butter		1 #	2.29-2.50	789	2.46	2.50-3.99	1321	3.20	2.50-3.99	361	3.30
Cheese	Natural Varieties	8 oz block	1.50-2.88	1606	2.10	1.50-3.00	935	2.19	1.67-1.99	138	1.83
Cheese	Natural Varieties	1 # block	2.99	74	2.99	3.49	178	3.49	2.50	289	2.50
Cheese	Natural Varieties	2 # block	5.49	121	5.49	5.99	90	5.99	4.99-6.99	265	6.22
Cheese	Natural Varieties	8 oz shred	1.49-2.99	2086	2.18	1.50-3.00	1473	2.33	1.67-3.50	764	2.78
Cheese	Natural Varieties	1 # shred				3.49	178	3.49	2.50	289	2.50
Cottage cheese		16 oz	1.00-2.50	529	1.48	1.49-2.00	743	1.84	1.50-2.39	301	1.97
Cream cheese		8 oz	1.49-2.39	840	1.86	1.49-1.99	741	1.72	1.50-2.49	666	1.73
Ice cream		48-64oz	1.99-3.99	2076	2.97	1.97-3.99	2135	2.92	2.50-5.00	897	3.79
Milk	All fat tests	half gallon	0.99	99	.99				2.99	121	2.99
Milk	All fat tests	gallon	1.79-1.99	272	1.88	2.98	137	2.98	3.29	69	3.29
Sour cream		16 oz	1.00-2.00	1097	1.55	0.99-2.00	1205	1.58	1.50-2.00	406	1.79
Yogurt	Greek	4-6 oz	0.50-1.00	1158	.88	0.87-1.00	1558	.99	0.88-1.00	593	.93
Yogurt	Greek	32 oz	3.99-4.99	429	4.48	3.99-4.99	451	4.52	3.50-5.99	171	4.46
Yogurt	Yogurt	4-6 oz	0.50-0.60	414	.52	0.50-0.60	841	.53	0.50-0.89	483	.57
Yogurt	Yogurt	32 oz							2.50	69	2.50

Commodity	Type	Pack Size	ALASKA U.S.			HAWAII U.S.		
			Price Range	Stores with Ads	Wtd Avg Price	Price Range	Stores with Ads	Wtd Avg Price
Butter		1 #	3.49-3.50	8	3.49	3.77-4.49	64	4.19
Cheese	Natural Varieties	8 oz block	3.00	6	3.00	2.50-3.25	61	2.94
Cheese	Natural Varieties	2 # block	7.99	2	7.99			
Cheese	Natural Varieties	8 oz shred	3.00	6	3.00	2.50-3.25	61	2.94
Cottage cheese		16 oz	2.50-2.99	8	2.87	2.69	3	2.69
Cream cheese		8 oz	1.69-2.50	22	2.02	2.25-3.00	61	2.68
Ice cream		48-64oz	3.00-4.00	41	3.85	2.99-7.99	171	4.84
Milk	All fat tests	gallon				4.88	3	4.88
Sour cream		16 oz	2.48-2.79	11	2.65	1.99-2.59	85	2.31
Yogurt	Greek	4-6 oz	0.99	6	.99	1.25	27	1.25
Yogurt	Greek	32 oz				6.79	27	6.79
Yogurt	Yogurt	4-6 oz	0.60-1.00	4	.80	0.50-0.60	30	.59

NATIONAL -- ORGANIC DAIRY PRODUCTS

Commodity	Type	Pack Size	THIS PERIOD		LAST WEEK		LAST YEAR	
			Stores With Ads	Wtd Avg Price	Stores With Ads	Wtd Avg Price	Stores With Ads	Wtd Avg Price

Wtd Avg - Simple weighted average



Butter		1 #	114	4.99	69	4.79	169	4.99
Cheese	Natural Varieties	8 oz block	1077	3.85	527	3.67	943	3.99
Cottage cheese		16 oz			693	2.99		
Milk	All fat tests	half gallon	2516	4.49	1253	3.87	2328	3.45
Milk	All fat tests	gallon	363	6.16	502	6.26	98	6.00
Milk	All fat tests	8 oz UHT	267	1.00	831	1.00	1676	1.03
Sour cream		16 oz	121	2.19	404	2.53		
Yogurt	Greek	4-6 oz	114	.75	117	1.25		
Yogurt	Yogurt	4-6 oz	63	3.89	614	1.01	361	1.00
Yogurt	Yogurt	32 oz	137	3.49	69	3.50		

REGIONAL -- ORGANIC DAIRY PRODUCTS

Commodity	Type	Pack Size	NORTHEAST U.S.			SOUTHEAST U.S.			MIDWEST U.S.		
			Price Range	Stores with Ads	Wtd Avg Price	Price Range	Stores with Ads	Wtd Avg Price	Price Range	Stores with Ads	Wtd Avg Price
Milk	All fat tests	half gallon	3.99-4.99	329	4.52	3.79-4.89	1293	4.71	4.29-4.99	464	4.47

Commodity	Type	Pack Size	SOUTH CENTRAL U.S.			SOUTHWEST U.S.			NORTHWEST U.S.		
			Price Range	Stores with Ads	Wtd Avg Price	Price Range	Stores with Ads	Wtd Avg Price	Price Range	Stores with Ads	Wtd Avg Price
Butter		1 #	4.99	114	4.99						
Cheese	Natural Varieties	8 oz block	3.89-3.99	184	3.96	3.99	604	3.99	3.50	289	3.50
Milk	All fat tests	half gallon	2.99	141	2.99	3.99	241	3.99			
Milk	All fat tests	gallon	5.99	121	5.99	6.98	137	6.98	5.29	105	5.29
Milk	All fat tests	8 oz UHT	1.00	162	1.00				1.00	105	1.00
Sour cream		16 oz	2.19	121	2.19						
Yogurt	Greek	4-6 oz	0.75	114	.75						
Yogurt	Yogurt	4-6 oz	3.89	63	3.89						
Yogurt	Yogurt	32 oz				3.49	137	3.49			

Commodity	Type	Pack Size	ALASKA U.S.			HAWAII U.S.		
			Price Range	Stores with Ads	Wtd Avg Price	Price Range	Stores with Ads	Wtd Avg Price
Milk	All fat tests	half gallon	3.29	11	3.29	5.89-6.29	37	6.26

REGIONAL DEFINITIONS

As used in this report, regions include the following states:

Wtd Avg - Simple weighted average



NORTHEAST U.S.	Connecticut, Delaware, Massachusetts, Maryland, Maine, New Hampshire, New jersey, New York, Pennsylvania, Rhode Island and Vermont
SOUTHEAST U.S.	Alabama, Florida, Georgia, Mississippi, North Carolina, South Carolina, Tennessee, Virginia and West Virginia
MIDWEST U.S.	Iowa, Illinois, Indiana, Kentucky, Michigan, Minnesota, North Dakota, Nebraska, Ohio, South Dakota and Wisconsin
SOUTH CENTRAL U.S.	Arkansas, Colorado, Kansas, Louisiana, Missouri, New Mexico, Oklahoma, and Texas
SOUTHWEST U.S.	Arizona, California, Nevada and Utah
NORTHWEST U.S.	Idaho, Montana, Oregon, Washington, and Wyoming
ALASKA	Alaska
HAWAII	Hawaii
NATIONAL	Continental United States

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