Commodity Markets Update - Webinar

Host: Dennis Stein, Farm Management
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Presenter: Chris Wolf, Specialist
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Dairy Market Situation and Outlook

June 2017
Christopher Wolf
Michigan State University

U.S. All Milk Price

Updated 6/2/17
Percent Change in Milk Production from Year Earlier

Monthly Ending Stocks of American Cheese

Updated 6/23/17
Australian milk production
Jul-Aug 2016/17 compared to 2015/16: -8.0%

NZ milk production
Jun-Aug 2016/17 compared to 2015/16: -1.1%

Source: Dairy Australia, DCANZ, USDA
Cheese Prices

CME Spot Cheddar Cheese Prices

Updated 6/23/17

Updated 6/26/17
Always Interesting Times in the Dairy Industry

Canada milking US dairy product:

America's Dairy Farmers Dump 43 Million Gallons of Excess Milk
Spilled milk hits highest in decades, as prices drop ar
in McMuffins and cheese in teco

Trump Sends Nafta Renegotiation Notice to Congress

Value of US Dairy Exports to All Countries, 1990 to 2016, thousand dollars

Source: Andy Novakovic
Market Balancing and Coordination

• When milk supply is long or does not make it to a plant two possibilities:

  – Distressed milk: sold at a deep discount

  – Dumped milk: 0.1 to 0.2% is dumped because rejected or spoiled; 0 to 2% is sometimes dumped for lack of a market

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Milk Dumped Mideast Order (pounds)
Milk Dumped Mideast Order (%)

Source: John Newton
Presenter - Dairy Markets

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For copies of Webinar Recording & Power Point Slides visit the web pages below, normally posted within 24 hours

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