

CDC WEEKLY REPORT

August 31, 2018

COMMODITIES	Jul 18	Aug 18	Sep 18	COST OF PRODUCTION		
Calif. AA Butter	2.1832	2.2548	2.1792	North Valley		1st Qrt 2018
Grade B Butter	2.1317	2.2033	2.1277	COSTS ----- Released Quarterly		
CME Block	1.5346	1.6034	1.6898	TOTAL FEED	\$	8.59
Calif. 40# Blocks	1.5094	1.5782	1.6646	TOTAL LABOR	\$	2.01
Calif. NFDM	0.7787	0.7786	0.7758	HERD REPLACEMENT	\$	1.62
Dry Whey (Avg west \$/Lb.)	0.3394	0.3913	0.4138	OPERATING COST	\$	3.27
CA Dry Whey (\$/CWT)	0.7900	1.0600	1.0600	TOTAL MARKETING COSTS	\$	0.53
MILK PRICES						
4a - FAT \$/lb.	2.4236	2.5096	2.4188	Total Costs		\$ 16.01
4a - SNF \$/lb.	0.6024	0.6023	0.5995	Allowance ROI & ROM		\$ 1.23
4a - 3.5,8.7 \$/Cwt	13.72	14.02	13.68	Total Cost and Allowances		\$ 17.24
4b - FAT \$/lb.	2.4236	2.5096	2.4188	INCOME		
4b - SNF \$/lb.	0.6447	0.7210	0.8572	GROSS MILK PRICE/CWT		\$ 15.35
4b - 3.5,8.7 \$/Cwt	14.09	15.06	15.92	MAILBOX PRICE/CWT		\$ 15.38
3 - 3.5,8.7 \$/Cwt	14.05	14.35	14.35	NET INCOME/CWT		
2 - 3.5,8.7 \$/Cwt	14.20	14.50	14.50	DATA -----		
CRP	16.62	17.34	17.65	MILK COW HAY PRICE \$/T		\$ 260.87
1 - 3.5,8.7 \$/Cwt	16.86	16.14	16.87	CONCENTRATE PRICE \$/T		\$ 252.56
Q - FAT \$/lb.	2.4574	2.5254	2.4594	CONCENTRATE lbs/cow/day		30.86
Q - SNF \$/lb	0.7980	0.8425	0.9144	MILKERS \$/hr - incl frin&tax		\$ 18.08
Q - 3.5,8.7 \$/Cwt	15.54	16.17	16.56	TOTAL LABOR (\$/hr)		\$ 19.32
OB - FAT \$/lb.	2.4574	2.5254	2.4594	MILK SOLD lbs/C/Day		75.87
OB - SNF \$/lb	0.6030	0.6475	0.7194	FAT TEST		% 4.10
OB - 3.5,8.7 \$/Cwt	13.85	14.47	14.87	SNF TEST		% 9.09
BLEND @ (3.5,8.7)	14.26	14.88	15.28	Milk Cow Feed Cost: \$/CWT		\$ 8.15
CA Usage & FO Prices	14.58	15.05	15.44	AMS Projection	2018 4th. Qrt.	2019 1st. Qrt.
O.B. less CA FMMO	(0.74)	(0.58)	(0.57)	All Milk	16.80-17.40	16.55-17.45
FMMO III (\$/CWT)	14.10	14.95	15.69	Class III	14.80-15.40	14.85-15.75
FMMO IV (\$/CWT)	14.13	14.63	14.51	Class IV	14.30-15.00	13.70-14.70
CALIFORNIA NFDM	Price	Volume	Oceania	Butter	SMP	Cheese
August 24, 2018	\$ 0.7758	10,104,115	8/31/2018	\$2.03	\$0.90	\$1.72
August 17, 2018	\$ 0.7858	9,375,977	8/17/2018	\$2.21	\$0.92	\$1.75
Cold Storage (1,000 Lb.)	8/1/2018	8/27/2018	Weekly Chng.	30-Jun-18	31-Jul-18	Monthly Chng.
Butter	52,410	49,803	95%	336,625	318,047	94%
American Cheese	82,639	83,471	101%	800,379	824,624	103%

DAIRY (200,000 cwts/year)	25%	Coverage		Insured for	Cost/Yr/Mth.	
MARGIN INSURANCE	ALL MILK	FEED COST	MARGIN	\$	\$	Net Return
April-18	\$ 15.80	\$ 9.18	\$ 6.6164	\$ 17.18	\$ 600	\$ 5,165
May-18	\$ 16.20	\$ 9.42	\$ 6.7809	\$ 17.42	\$ 600	\$ 4,479
June-18	\$ 16.30	\$ 8.93	\$ 7.3652	\$ 16.93	\$ 600	\$ 2,045
July-18	\$ 15.40	\$ 8.68	\$ 6.7181	\$ 16.68	\$ 600	\$ 4,741

CHICAGO MERCANTILE EXCHANGE CASH TRADING						
PRODUCT	MONDAY August 27	TUESDAY August 28	WEDNESDAY August 29	THURSDAY August 30	FRIDAY August 31	WEEKLY AVERAGE#
CHEESE BARRELS	\$ 1.6100 (+0.0100)	\$ 1.6100 (N.C.)	\$ 1.6100 (N.C.)	\$ 1.6200 (+0.0100)	\$ 1.6450 (+0.0250)	\$ 1.6190 (+0.0285)
CHEESE 40# BLOCKS	\$ 1.6525 (-0.0175)	\$ 1.6675 (+0.0150)	\$ 1.6675 (N.C.)	\$ 1.6775 (+0.0100)	\$ 1.6950 (+0.0175)	\$ 1.6720 (+0.0350)
BUTTER GRADE AA	\$ 2.2950 (+0.0350)	\$ 2.3000 (+0.0050)	\$ 2.2725 (-0.0275)	\$ 2.2725 (N.C.)	\$ 2.2150 (-0.0575)	\$ 2.2710 (+0.0220)