

Current Milk Market

September Class III futures traded 8 cents higher this past week. The historical trend is still in place that shows the market tops out this time of the year. It will be interesting to see if the market does trend lower into the end of the year. Milk production in the mountain states was higher this past week as production in California and Arizona moved lower. Class III demand remained steady as spot prices moved lower. The demand in the Midwest was steady to higher for milk pushing spot prices higher.

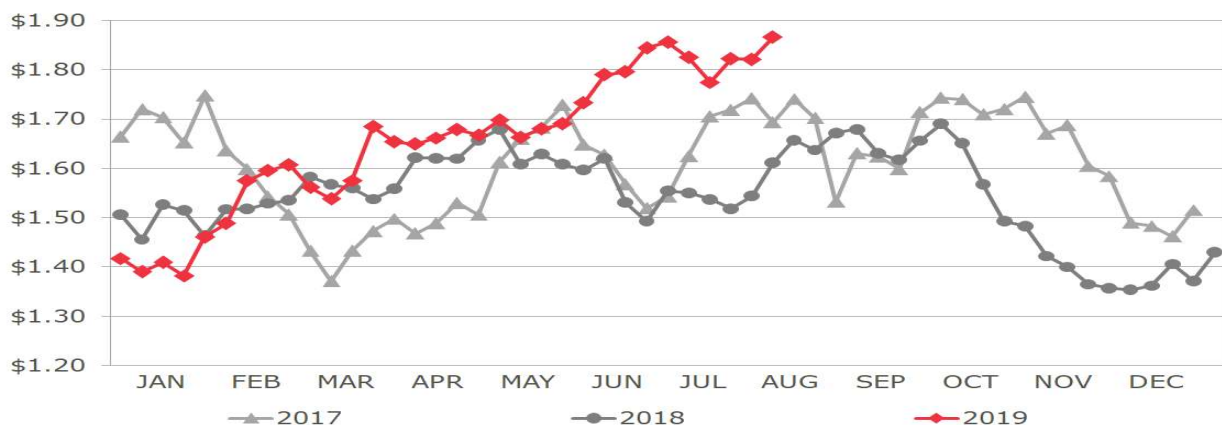
Class III December Futures Historical Trend



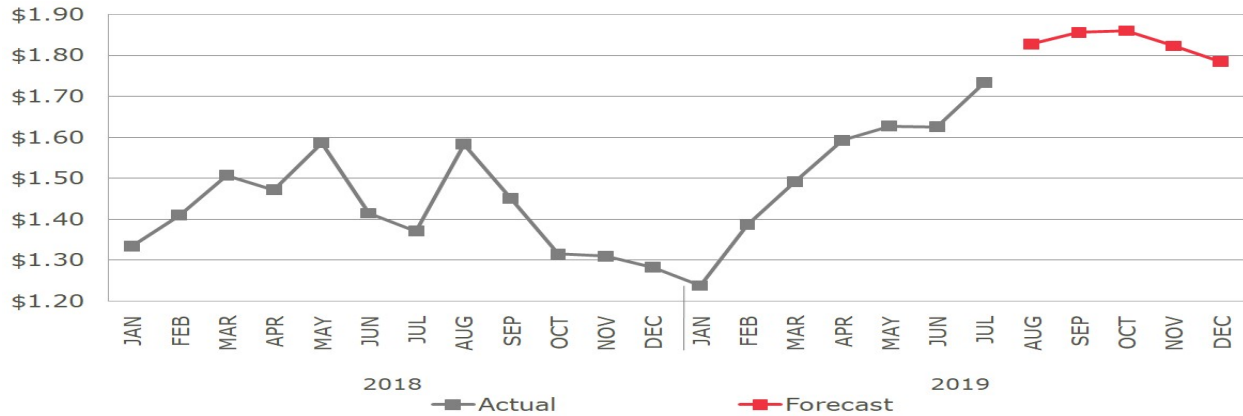
Current Cheese Market

Both Blocks and Barrels traded higher last week. In the western US we are hearing that both production and demand are steady while inventories are building. The Midwest production is trending lower while demand remains steady pushing the spot market higher.

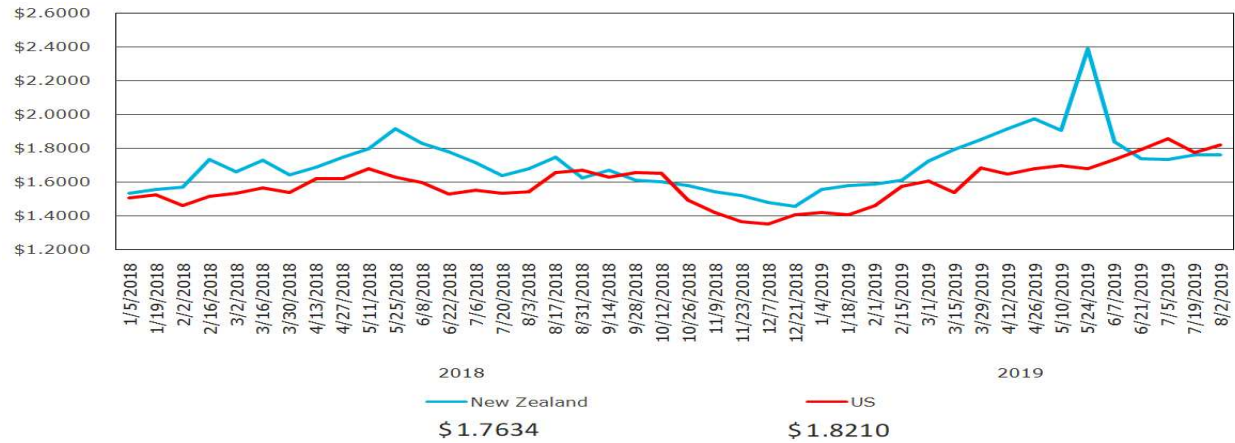
Average Weekly Block Price



Barrel Cheese Actual and Futures



World Cheese



Weekly Dairy Cow Slaughter

