

ArrowStream

Dairy - The CME cheese markets remain relatively depressed due in part to solid production and historically large stocks. October 31st U.S. cheese holdings were up 8.3% from the prior year and a record for the month. It was the smallest October drawdown since 2015. Further cheese price losses are likely in the near term but may be tempered due to solid exports. October butter holdings were 5.9% larger than 2017 but the drawdown during the month was the best since 1993. Over the last five years, the average move for spot butter prices during the next three weeks was down 11.1%.

Description	Market Trend	Supplies	Price vs. Last Year
Cheese Barrels (CME)	Increasing	Good	Lower
Cheese Blocks (CME)	Increasing	Good	Lower
American Cheese	Increasing	Good	Lower
Cheddar Cheese (40 lb)	Decreasing	Good	Lower
Mozzarella Cheese	Decreasing	Good	Lower
Provolone Cheese	Steady	Good	Same
Parmesan Cheese	Decreasing	Good	Lower
Butter (CME)	Increasing	Good	Higher
Nonfat Dry Milk	Increasing	Ample	Higher
Whey, Dry	Decreasing	Good	Higher
Class 1 Base	Steady	Good	Lower
Class II Cream, heavy	Decreasing	Good	Higher
Class III Milk (CME)	Decreasing	Good	Lower
Class IV Milk (CME)	Increasing	Good	Higher

