

## Dairy

The CME cheese markets have remained fairly range-bound during the last week. However, CME cheese continues to trade well below the international markets which should encourage exports in the coming months. Further, the seasonal tendency for cheese prices during the summer is to firm. And lastly, class III milk is starting to trade at a discount to class IV which could temper cheese output this month. Higher cheese prices are anticipated. The CME butter market remains elevated, and strong exports could cause prices to move higher before turning downward.

Description	Market Trend	Supplies	Price vs. Last Year
Cheese Barrels (CME)	Decreasing	Good	Lower
Cheese Blocks (CME)	Steady	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	Decreasing	Ample	Higher
Whey, Dry	Decreasing	Good	Higher
Class 1 Base	Steady	Good	Higher
Class II Cream, heavy	Increasing	Good	Higher
Class III Milk (CME)	Increasing	Good	Higher
Class IV Milk (CME)	Decreasing	Good	Higher

