

## Dairy

The CME butter market remains relatively high despite adequate stocks. As of June 30th, U.S. butter holdings were 5.5% less than the previous year, but the third biggest for the month in 24 years. It was the smallest net butter inventory drawdown for June since 2013. Solid export demand and seasonally fading production could support the butter markets in the coming weeks. June 30th cheese supplies were 5.5% more than 2016 and a record for the month. The June drawdown in stocks was the largest percentage drop since 1999. Cheese prices usually trend upward during August.

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

