

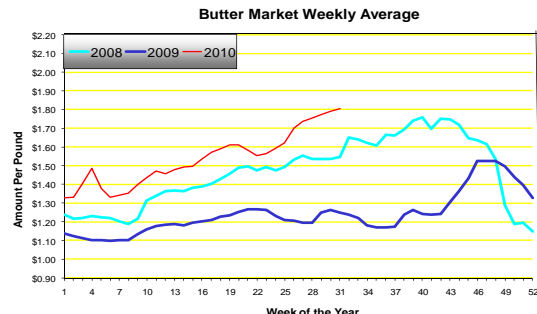
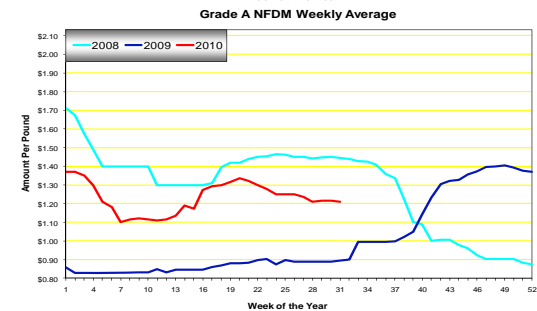
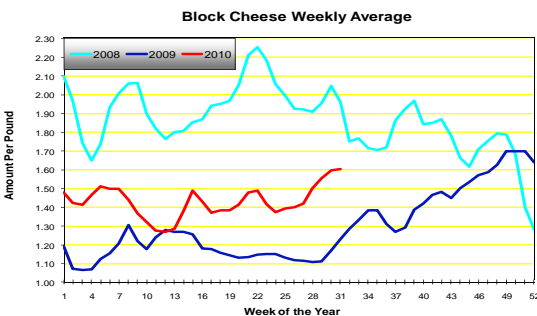
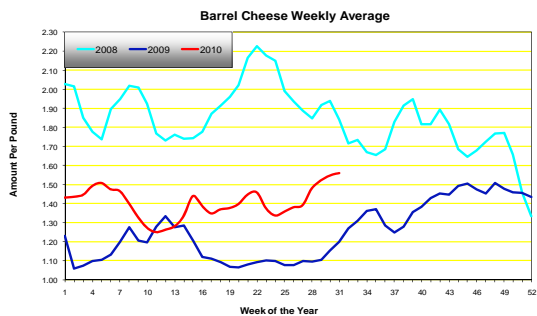
IPAP Market Recap

www.IPAP.com

July 30, 2010

DAILY CHEESE MARKETS								
Market	Prev. Avg.	26-Jul	27-Jul	28-Jul	29-Jul	30-Jul	Wkly. Avg.	Prior Year
BARREL	1.5465	1.5600	1.5600	1.5575	1.5575	1.5575	1.5585	1.1980
BLOCK	1.5970	1.6025	1.6025	1.6025	1.6025	1.6025	1.6025	1.2300
NFDM Gr. A	1.2160	1.2100	1.2100	1.2100	1.2100	1.2100	1.2100	0.8940

AA BUTTER MARKETS								
Market	Prev. Avg.	26-Jul	27-Jul	28-Jul	29-Jul	30-Jul	Wkly. Avg.	Prior Year
AA	1.7910	1.8000	1.8000	1.8000	1.8050	1.8150	1.8040	1.2490



Cheese—"Cheese prices on the CME Group cash market showed increased price resistance, especially on barrels. Blocks currently are at \$1.6025, about 37 cents above the comparable week in 2009 and barrels at \$1.5575, are about 36 cents higher than last year. Last year on July 31 (2009), the Dairy Product Price Support Program purchase prices for cheese were raised 18 cents per pound for 3 months to \$1.31 for blocks and \$1.28 for barrels. Demand generally remains lackluster as many consumers purchase heavier when featured, but with prices above a year ago, more selectively. The question debated in the trade is when will manufacturing milk supplies be sufficiently tight to fully warrant current and possibly higher prices?"

Butter—"The CME cash butter market remains firm. Cream supplies for churning are tight due to declining components, lower milk production, and a steady/good demand from Class II channels. In many instances, butter inventories trail previous year levels for this time of the season. In some instances, butter handlers are stating that their supplies are less than half of previous year's at this time. Butter demand has slowed, typical for this time of the summer and also due to firmer prices. Butter producers and traders are stating that firm prices for this time of the year are not helping retail sales. Shelf prices are starting to reflect the higher prices and retailers are stating that it appears that consumers demand is starting to slow down."

NFDM—The Nonfat Dry Milk market showed no movement all week making the average \$1.2100.

For additional dairy market info please see the following

- www.dairy.nu/spot.asp
- www.ams.usda.gov/dairy/
- www.future.aae.wisc.edu/

