

# IPAP Market Recap

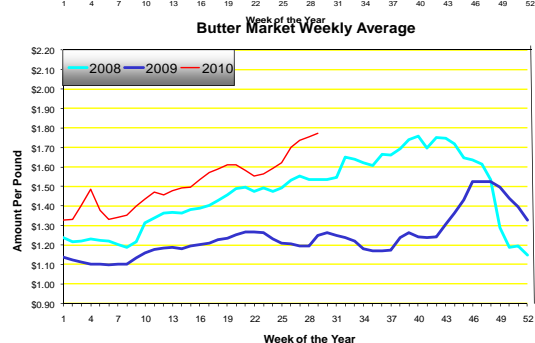
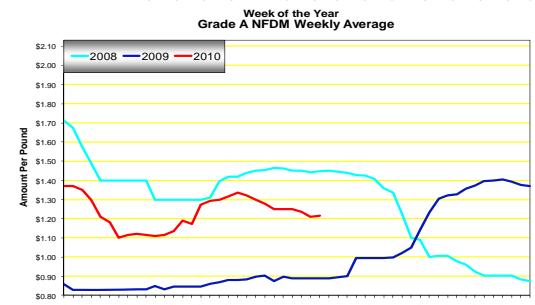
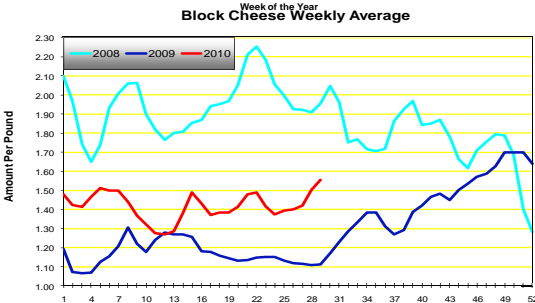
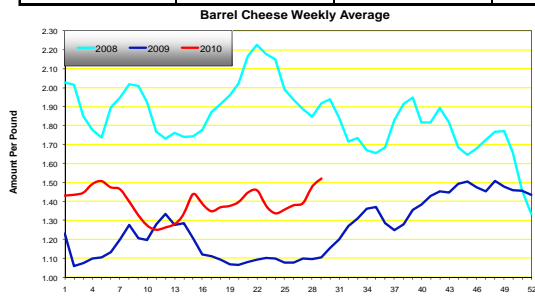
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July 16, 2010

DAILY CHEESE MARKETS								
Market	Prev. Avg.	12-Jul	13-Jul	14-Jul	15-Jul	16-Jul	Wkly. Avg.	Prior Year
BARREL	1.4781	1.5100	1.5150	1.5250	1.5250	1.5250	1.5200	1.1055
BLOCK	1.5006	1.5400	1.5400	1.5500	1.5625	1.5750	1.5535	1.1120
NFDM Gr. A	1.2100	1.2100	1.2125	1.2175	1.2175	1.2175	1.2150	0.8900

AA BUTTER MARKETS								
Market	Prev. Avg	12-Jul	13-Jul	14-Jul	15-Jul	16-Jul	Wkly. Avg.	Prior Year
AA	1.7531	1.7700	1.7700	1.7750	1.7750	1.7750	1.7730	1.2490



**Cheese**—"Cheese prices on the CME Group cash market continued to move higher to set new 2010 highs. Cheese production is lower as milk intakes and components continue to decline at least seasonally. Current cheese interest is steady at best though volumes in the current cheese pipeline are shrinking. Other varieties have tightened from recent weeks. For some uses, additional cheese volumes are available from storage."

**Butter**—"The CME cash butter market remains firm and during the week attained a price level not seen since the fall of 2004. Cream supplies for churning remain tight. A few butter operations that were selling cream in recent weeks have pulled back their sales and are choosing to churn instead. Much of this decision is due to lighter than desired inventories and opinions of conditions during the balance of the summer and fall. Many butter producers feel that cream volumes will continue to be limited for full needs and that butter prices will remain firm and probably higher than current levels. In most instances, butter stocks are well below previous year levels and are considerably lower than desired. Butter demand is fair as some buyers return to the marketplace following the recent holiday period. Some retail buyers are stating that if the cash price continues to firm, retail shelf prices will be increasing also which typically slows consumer buying patterns."

**NFDM**—The Non Fat Dry Milk prices rose slightly at the beginning of the week then stabilized the rest bringing the weekly average up to \$1.2150.

For additional dairy market info please see the following  
[www.dairy.nu/spot.asp](http://www.dairy.nu/spot.asp)  
[www.ams.usda.gov/dairy/](http://www.ams.usda.gov/dairy/)  
[www.future.aae.wisc.edu/](http://www.future.aae.wisc.edu/)

