



UPPER MIDWEST DAIRY NEWS

H. Paul Kyburz, Market Administrator

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Inside This Issue:

2005 Annual Utilization and Classification..... 2

Computation of Producer Price Differential 4

Utilization and Classification..... 5

Commodity Prices and Market Statistics..... 6

Class Prices and Producer Prices 7

CME Cheese Prices Down, Butter Stable

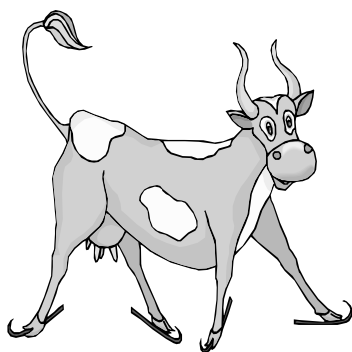
Cheeddar cheese prices on the Chicago Mercantile Exchange (CME) decreased from mid-December to mid-January. The CME barrel price on January 18 was \$1.32¾ per pound, down 10¼¢ from mid-December, while the 40-pound block price of \$1.36¾ was down 9¼¢ from mid-December. Both prices are nearly 30¢ below year-earlier levels.

The CME butter price on January 18 was \$1.33¼ per pound, nearly unchanged from mid-December. However, the butter price is more than 20¢ below year-earlier levels, and closed at \$1.33 twice during the past month, its lowest level since December 2003.

The December Federal order Class III price of \$13.37 per cwt. was up 2¢ from November, but \$2.77 below the December 2004 price.

Staff Paper Released

The Upper Midwest Order staff paper entitled “*Milk Hauling Charges in the Upper Midwest Marketing Area: May 2002-2004*” is now available on our website: www.fm30.com



Preliminary 2005 Milk Production Released

Preliminary U.S. Department of Agriculture estimates indicate total United States milk production for 2005 was a record-high 176.5 billion pounds, an increase of 3.3% from 2004.

The increase in milk production was driven by an increase in both milk per cow and the average number of milk cows.

For the top ten milk producing states, 2005 production, compared to the previous year, was up 12% in Idaho, 7% in Texas, 6% in Michigan, 4% in New Mexico, New York, Pennsylvania, Washington, and Wisconsin, 3% in California, and 1% in Minnesota.

Final estimates will be released in February.

Pool Summary

- In December, 16,473 producers delivered to the market with an average daily delivery of 4,272 pounds.
- Producer milk totaled 2.18 billion pounds, up 124 million pounds from November, and 1.5 billion pounds above December 2004.
- Class I utilization totaled 392 million pounds, down 0.9% on a daily basis from November. Class I usage accounted for 18.0% of producer milk.
- The December Producer Price Differential (PPD) is \$0.24 per cwt.
- The Statistical Uniform Price is \$13.61 per cwt., down \$0.18 from November, and \$1.58 below December 2004.
- Market statistics for December are shown on Pages 4 and 5.

December 2005 Producer Milk by Class

	Percent	Product Pounds	Price \$/cwt.
Class I	18.0	392,457,548	15.37
Class II	5.1	110,964,621	13.22
Class III	74.5	1,625,010,122	13.37
Class IV	2.4	52,957,392	12.57
Total		2,181,389,683	

Utilization and Classification for 2004 and 2005

	2004 Annual		2005 Annual		Change in Product Pounds	
	Product Pounds	Butterfat Pounds	Product Pounds	Butterfat Pounds	1,000 Pounds*	Percent
Class I Utilization:						
Packaged Disposition						
Milk	699,375,579	22,824,209	671,798,112	21,754,056	(27,577)	(3.9)
Flavored Milk	67,566,792	2,127,378	54,668,701	1,789,000	(12,898)	(19.1)
Reduced Fat Milk	1,661,347,017	32,409,936	1,661,907,683	32,184,130	561	0.0
Lowfat Milk	575,077,177	5,607,957	584,863,910	5,691,769	9,787	1.7
Fat Free Milk	1,075,931,425	1,224,312	1,080,230,044	1,192,095	4,299	0.4
Flavored Reduced and Fat Free Milk	327,608,598	3,442,392	339,253,828	3,361,900	11,645	3.6
Buttermilk	29,716,402	330,714	28,841,001	310,120	(875)	(2.9)
Total Packaged Disposition	4,436,622,990	67,966,898	4,421,563,279	66,283,070	(15,060)	(0.3)
Total Ending Inventory	357,998,741	5,639,369	351,123,025	5,346,472	(6,876)	
Bulk to Nonpool Plants	27,142,975	602,615	39,526,729	679,863	12,384	
Shrinkage	32,416,823	2,160,136	26,776,569	2,366,070	(5,640)	
Total Class I Utilization	4,854,181,529	76,369,018	4,838,989,602	74,675,475	(15,192)	(0.3)
Other Order Plants	(36,804,421)	(684,236)	(29,061,359)	(519,119)	7,743	
Beginning Inventory	(356,552,958)	(5,611,333)	(358,009,335)	(5,423,176)	(1,456)	
Reused Products	0	0	0	0	0	
Other Source Milk	(1,509,171)	(23,653)	(2,133,505)	(25,727)	(624)	
Overage	(19,602)	(4,862)	(3,200)	(878)	16	
Interhandler Adjustment	(154,930)	22,534	1,895,757	27,506	2,051	
Class I Producer Milk	4,459,140,447	70,067,468	4,451,677,960	68,734,081	(7,462)	(0.2)
Class II Utilization:						
Total Class II Utilization	1,496,375,239	127,152,070	1,627,360,368	115,527,936	130,985	8.8
Other Order Plants	(28,995,251)	(934,650)	(13,517,120)	(317,861)	15,478	
Beginning Inventory	(36,605,780)	(1,746,222)	(29,841,649)	(1,655,071)	6,764	
Reused Products	(96,006,531)	(46,266)	(108,319,463)	(298,023)	(12,313)	
Other Source Milk	(7,487,218)	(5,212,962)	(6,249,775)	(5,505,100)	1,237	
Overage	(695,994)	(52,277)	(492,577)	(55,449)	203	
Class II Producer Milk	1,326,584,465	119,159,693	1,468,939,784	107,696,432	142,355	10.7
Class III Utilization:						
Total Class III Utilization	10,094,387,915	389,265,708	15,461,101,612	578,423,592	5,366,714	53.2
Other Order Plants	(132,060,851)	(3,316,953)	(110,117,365)	(2,372,362)	21,943	
Beginning Inventory	(22,815,167)	(878,095)	(24,532,327)	(854,017)	(1,717)	
Reused Products	0	0	0	0	0	
Other Source Milk	(45,186,516)	(1,073,365)	(39,727,809)	(851,894)	5,459	
Overage	(677,542)	(44,064)	(967,656)	(64,623)	(290)	
Class III Producer Milk	9,893,647,839	383,953,231	15,285,756,455	574,280,696	5,392,109	54.5
Class IV Utilization:						
Total Class IV Utilization	2,003,023,559	92,660,529	1,723,831,976	106,827,740	(279,192)	(13.9)
Other Order Plants	(67,017,665)	(4,216,795)	(70,738,831)	(4,443,365)	(3,721)	
Beginning Inventory	(183,678,010)	(9,929,821)	(184,252,508)	(10,313,360)	(574)	
Reused Products	215,641	0	0	0	(216)	
Other Source Milk	(128,729,517)	(7,464,848)	(225,209,906)	(10,945,136)	(96,480)	
Overage	(710,192)	(90,384)	(117,007)	(35,566)	593	
Class IV Producer Milk	1,623,103,816	70,958,681	1,243,513,724	81,090,313	(379,590)	(23.4)
Total Producer Milk -- All Classes	17,302,476,567	644,139,073	22,449,887,923	831,801,522	5,147,411	29.7

* May not add due to rounding.

Annual Utilization and Classification

Annual utilization and classification for 2004 and 2005 are summarized and compared in the table on Page 2. The annual numbers represent the sum of monthly data.

During the year, there were some significant changes in the market resulting from order amendments and price relationships. Advantageous prices in 2005 resulted in a significantly higher volume of Class III milk pooled on the order in comparison with 2004. At the same time, order amendment actions effective July 1, 2005 significantly reduced the amount of Class IV milk pooled on the order.

Class I Utilization - Class I producer milk in 2005 was 4.5 billion pounds, down 0.2% from 2004. Class I use includes milk sold to consumers in fluid form.

Total Class I packaged disposition (sales) decreased 0.3% during 2005. Increases in disposition of reduced fat milk, lowfat milk, fat free milk, and flavored reduced fat and flavored fat free milk were more than offset by decreases in disposition of milk, flavored milk and buttermilk. In fact, disposition of flavored milk decreased by over 19% from 2004.

Most packaged sales of milk, however, continue to be reduced fat milk, accounting for 38% of total packaged sales, followed by fat free milk at 24%,

whole milk at 15%, and lowfat milk at 13%. Other categories combined made up the remaining 10% of packaged sales.

Class I use in 2005 accounted for 19.8% of total producer milk (as shown in Figure 1), down from 25.8% in 2004.

Class II Utilization - Class II producer milk in 2005 was up 142 million pounds, or 10.7% from 2004. The increase was the result of more eligible milk being pooled in 2005. Class II use primarily includes fluid cream products, ice cream, cottage cheese and yogurt. Class II producer milk accounted for 6.5% of total producer milk during the year.

Class III Utilization - Class III producer milk in 2005 was up 5.4 billion pounds, or 54.5% from 2004. This large increase was the result of more eligible milk being pooled in 2005 (as noted earlier). Class III utilization primarily includes milk used for the manufacture of hard cheeses, and accounted for 68.1% of producer milk.

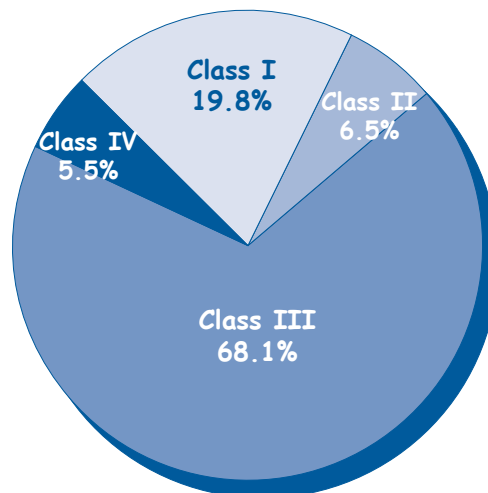
Class IV Utilization - Class IV utilization in 2005 totaled 1.2 billion pounds, down 380 million pounds

from 2004. The decrease was primarily the result of order amendments effective July 1, 2005 which eliminated the ability to pool, as producer milk, diversions to nonpool plants outside of the states that comprise the marketing area. Class IV includes butter and all dried milk products, and accounted for 5.5% of total producer milk in 2005.

Producer Milk - Total producer milk in 2005 of 22.4 billion pounds was up 5.1 billion pounds, or 29.7%, from 2004.

An average of 14,422 producers delivered to the market each month in 2005, up from 11,959 in 2004.

**Figure 1
Utilization by Class--2005 ***



* Percentages do not add to 100% because of rounding.

Upper Midwest Pool Statistics - December 2005

Market Class I Differential Rate	Pool Plants	Received at Pool Plants	Diverted to		Location Adjustment to Producers	Class I Differential to Handlers	
			Pool and Nonpool Plants	Total		Pounds	Value
<i>Cwt.</i>	<i>Number</i>	<i>Pounds</i>	<i>Pounds</i>	<i>Pounds</i>	<i>Value</i>	<i>Pounds</i>	<i>Value</i>
\$1.80	4	65,285,820	19,924,542	85,210,362	\$ 0	66,919,971	\$1,204,560
\$1.75	41	222,983,893	659,880,255	882,864,148	441,432	166,769,100	2,918,459
\$1.70	32	164,866,490	984,004,001	1,148,870,491	1,148,871	134,913,873	2,293,536
\$1.65	5	28,072,987	36,371,695	64,444,682	96,667	23,854,604	393,601
Total	82	481,209,190	1,700,180,493	2,181,389,683	\$1,686,970	392,457,548	\$6,810,156

Computation of Producer Price Differential-December 2005

	Utilization Percentage	Product Pounds	Component Pounds	Rate	Value
Class I					
Differential Value					\$ 6,810,155.61
Product	18.0%	392,457,548			
Skim Milk			386,193,747	\$ 8.0300	31,011,357.93
Butterfat			6,263,801	1.6633	10,418,580.21
Class II					
Product	5.1%	110,964,621			
Nonfat Solids			9,425,606	0.9133	8,608,405.95
Butterfat			8,167,147	1.5106	12,337,292.26
Class III					
Product	74.5%	1,625,010,122			
Protein			50,930,949	2.3846	121,449,940.99
Other Solids			92,076,018	0.1702	15,671,338.29
Butterfat			61,887,383	1.5036	93,053,869.13
Class IV					
Product	2.4%	52,957,392			
Nonfat Solids			4,119,807	0.8414	3,466,405.65
Butterfat			7,910,034	1.5036	11,893,527.10
SCC Adjustment (Class II, III, and IV)					901,879.18
Total Producer Milk *		2,181,389,683			\$ 315,622,752.30
Add:					
Overage					26,739.22
Inventory Reclassified					15,330.12
Other Source Milk \$.60(h)					0.00
Other Source Milk \$.60(i)					0.00
Subtract:					
Transportation Credit					180,403.96
Assembly Credit					310,929.67
Credit for Reconstituted FMP					0.00
Producer Milk Protein					162,846,322.74
Producer Milk Other Solids					21,040,356.98
Producer Milk Butterfat					126,645,769.63
Producer Milk SCC Adjustment					1,102,247.30
Total Milk and Value		2,181,389,683			\$ 3,538,791.36
Add:					
Location Adjustment -- Producer and Unregulated Supply Plant Milk					1,686,969.73
One-Half Unobligated Balance Producer Settlement Fund					961,590.35
Total Value				0.283643	\$ 6,187,351.44
Subtract:					
Producer Settlement Fund Reserve				0.043643	952,016.20
Producer Price Differential **				\$0.24	\$ 5,235,335.24

* There was no eligible producer milk that was not pooled this month.

** Producer Price Differential is dollars per cwt. at the Base Zone of Cook County, Illinois.



Utilization and Classification of Milk

	December 2005		November 2005	December 2004
	Product Pounds	Butterfat Pounds	Product Pounds	Product Pounds
Class I Utilization:				
Packaged Disposition				
Milk	59,362,001	1,927,721	55,742,334	61,725,033
Flavored Milk	4,833,999	162,895	4,653,545	5,112,144
Reduced Fat Milk	148,312,210	2,828,802	142,117,936	144,576,506
Lowfat Milk	49,796,711	484,894	47,845,641	52,258,349
Fat Free Milk	91,703,466	93,741	88,488,574	93,227,209
Flavored Reduced and Fat Free Milk	33,845,513	548,299	34,768,828	32,846,497
Buttermilk	2,735,164	27,821	2,528,694	2,668,376
Total Packaged Disposition	390,589,064	6,074,173	376,145,552	392,414,114
Total Ending Inventory	29,534,244	444,470	31,077,727	32,359,485
Bulk to Nonpool Plants	3,549,811	52,881	4,360,995	2,478,086
Shrinkage	2,272,343	238,715	2,569,534	2,022,036
Total Class I Utilization	425,945,462	6,810,239	414,153,808	429,273,721
Other Order Plants	(2,254,229)	(45,058)	(2,355,762)	(2,787,706)
Beginning Inventory	(31,077,727)	(501,643)	(28,463,305)	(30,709,243)
Reused Products	0	0	0	0
Other Source Milk	(199,124)	(3,134)	(195,450)	(65,071)
Overage	0	0	0	--
Interhandler Adjustment	43,166	3,397	(14,811)	(217,020)
Class I Producer Milk	392,457,548	6,263,801	383,124,480	395,494,681
Class II Utilization:				
Total Class II Utilization	120,377,505	8,751,821	126,528,887	114,893,982
Other Order Plants	--	--	(340,005)	--
Beginning Inventory	(2,288,820)	(109,047)	(2,445,534)	(5,627,935)
Reused Products	(6,682,539)	(34,102)	(8,085,737)	(6,982,402)
Other Source Milk	(441,525)	(441,525)	(965,559)	(886,835)
Overage	--	--	(221,451)	--
Class II Producer Milk	110,964,621	8,167,147	114,470,601	101,396,810
Class III Utilization:				
Total Class III Utilization	1,633,803,508	62,134,095	1,529,410,533	56,341,080
Other Order Plants	(5,671,285)	(179,673)	(4,819,704)	(12,596,995)
Beginning Inventory	(1,768,062)	(38,553)	(2,299,697)	(3,593,001)
Reused Products	0	0	0	0
Other Source Milk	(1,209,865)	(21,651)	(1,176,043)	(4,454,481)
Overage	(144,174)	(6,835)	(50,090)	(22,578)
Class III Producer Milk	1,625,010,122	61,887,383	1,521,064,999	35,674,025
Class IV Utilization:				
Total Class IV Utilization	95,880,517	10,026,438	75,934,106	173,848,323
Other Order Plants	(4,713,090)	(202,362)	(4,670,372)	(4,426,090)
Beginning Inventory	(19,024,192)	(1,027,155)	(18,953,075)	(13,886,135)
Reused Products	0	0	0	0
Other Source Milk	(19,178,024)	(883,941)	(13,490,433)	(20,707,227)
Overage	(7,819)	(2,946)	(2,214)	(3,763)
Class IV Producer Milk	52,957,392	7,910,034	38,818,012	134,825,108
Total Producer Milk -- All Classes	2,181,389,683	84,228,365	2,057,478,092	667,390,624

-- Restricted Information

Commodity Prices

Month/Year	Weighted Monthly Average NASS Prices *						Weighted Two-Week Average NASS Prices *					
	Cheddar Cheese			Nonfat			Cheddar Cheese			Nonfat		
	Blocks	Barrels	Average	Butter	Dry Milk	Dry Whey	Blocks	Barrels	Average	Butter	Dry Milk	Dry Whey
	<i>Dollars per Pound</i>						<i>Dollars per Pound</i>					
Dec 2004	1.7404	1.6629	1.7146	1.8122	0.8713	0.2423	1.7887	1.7135	1.7648	1.8498	0.8698	0.2436
Jan 2005	1.5216	1.4828	1.5165	1.5592	0.8906	0.2463	1.4738	1.4528	1.4790	1.5682	0.8892	0.2481
Feb	1.5618	1.5493	1.5711	1.5945	0.8990	0.2478	1.6319	1.6323	1.6482	1.5865	0.8964	0.2479
Mar	1.5048	1.4773	1.5061	1.5549	0.9083	0.2513	1.5105	1.4873	1.5140	1.5616	0.9073	0.2485
Apr	1.5484	1.5371	1.5590	1.5287	0.9156	0.2580	1.5627	1.5596	1.5777	1.5393	0.9159	0.2596
May	1.4840	1.4406	1.4765	1.4046	0.9289	0.2603	1.4746	1.4211	1.4612	1.3872	0.9287	0.2597
Jun	1.4793	1.4592	1.4845	1.4427	0.9259	0.2696	1.4779	1.4574	1.4827	1.4158	0.9289	0.2684
Jul	1.5114	1.4889	1.5156	1.6156	0.9389	0.2794	1.5174	1.4963	1.5224	1.6480	0.9377	0.2796
Aug	1.4160	1.4171	1.4322	1.6355	0.9601	0.2869	1.4302	1.4305	1.4449	1.6043	0.9594	0.2843
Sep	1.4683	1.4878	1.4958	1.6877	0.9705	0.2960	1.4622	1.4935	1.4965	1.6832	0.9726	0.2904
Oct	1.5128	1.4572	1.4996	1.6363	0.9794	0.3038	1.5421	1.4697	1.5205	1.6338	0.9719	0.3055
Nov	1.3927	1.3701	1.3968	1.4578	0.9835	0.3149	1.4173	1.3947	1.4213	1.5011	0.9834	0.3084
Dec	1.3845	1.3772	1.3964	1.3680	0.9899	0.3242	1.3842	1.3802	1.3979	1.3663	1.0018	0.3244

Month/Year	Chicago Mercantile Exchange							
	Butter	Cheddar Cheese		Nonfat Dry Milk (Low/Medium Heat)		Whey Powder		
	Grade AA	Blocks	Barrels	Central & East	West	Central	West	
	<i>Dollars per Pound</i>							
Dec 2004	1.7083	1.5923	1.5243	0.8876	0.8857	0.2450	0.2549	
Jan 2005	1.5775	1.6269	1.5851	0.9208	0.9043	0.2447	0.2597	
Feb	1.6145	1.4929	1.4451	0.9525	0.9343	0.2450	0.2645	
Mar	1.5527	1.5317	1.4931	0.9642	0.9368	0.2488	0.2726	
Apr	1.4933	1.5413	1.4800	0.9674	0.9377	0.2575	0.2817	
May	1.4044	1.4774	1.4224	0.9758	0.9438	0.2611	0.2883	
Jun	1.5313	1.5065	1.4580	0.9758	0.9410	0.2652	0.2977	
Jul	1.6210	1.5035	1.4676	0.9804	0.9458	0.2746	0.3066	
Aug	1.6861	1.4249	1.4186	1.0009	0.9579	0.2858	0.3110	
Sep	1.6988	1.5639	1.4910	1.0151	0.9675	0.2921	0.3235	
Oct	1.6204	1.4470	1.3961	1.0334	0.9803	0.3059	0.3202	
Nov	1.4260	1.3756	1.3341	1.0554	0.9951	0.3233	0.3206	
Dec	1.3552	1.4224	1.3896	1.0597	0.9717	0.3336	0.3317	

Market Statistics

Month/Year	Distributing Plants	Supply Plants	Coop .9(c) Handlers	Producers	Total Producer Milk	Est. Average Daily Delivery Per Producer	Class I Utilization	Butterfat Test	Protein Test	Other Solids Test	Weighted Average SCC
					Mil. lbs.	Pounds	Percent	Percent	Percent	Percent	
										(000)	
Dec 2004	27	56	13	5,520	667	4,318	59.3	3.80	3.11	5.68	259
Jan 2005	26	58	13	15,960	2,240	4,528	17.0	3.79	3.08	5.69	271
Feb	27	56	13	5,681	623	4,387	56.0	3.74	3.05	5.70	271
Mar	27	58	13	16,154	2,166	4,592	17.7	3.76	3.03	5.72	277
Apr	26	56	13	5,865	689	4,596	53.4	3.69	3.00	5.74	276
May	27	56	13	16,681	2,265	4,635	16.1	3.68	2.98	5.73	285
Jun	27	55	13	14,491	1,847	4,656	18.4	3.58	2.92	5.74	301
Jul	26	55	13	15,748	2,012	4,223	16.8	3.55	2.89	5.74	331
Aug	25	57	13	16,504	2,173	4,276	17.5	3.56	2.94	5.71	326
Sep	24	57	13	16,528	2,075	4,186	18.9	3.64	3.02	5.70	310
Oct	25	57	13	16,496	2,119	4,146	17.9	3.76	3.11	5.68	288
Nov	25	56	13	16,479	2,057	4,162	18.6	3.84	3.14	5.69	273
Dec	25	57	13	16,473	2,181	4,272	18.0	3.86	3.13	5.67	278

* NASS = National Agricultural Statistics Service, USDA.

Class Prices

Month/Year	Class I Price Mover			Class I Price at Cook County, IL			Class II Price			
	Butterfat	Skim Milk	3.50%	Butterfat	Skim Milk	3.50%	Butterfat	Nonfat Solids	Skim Milk	3.50%
	<i>lb.</i>	<i>cwt.</i>	<i>cwt.</i>	<i>lb.</i>	<i>cwt.</i>	<i>cwt.</i>	<i>lb.</i>	<i>lb.</i>	<i>cwt.</i>	<i>cwt.</i>
Dec 2004	1.8834	8.12	14.43	1.9014	9.92	16.23	2.0436	0.7856	7.07	13.98
Jan 2005	2.0818	9.70	16.65	2.0998	11.50	18.45	1.7400	0.8000	7.20	13.04
Feb	1.7438	7.97	13.79	1.7618	9.77	15.59	1.7824	0.8200	7.38	13.36
Mar	1.7658	9.59	15.43	1.7838	11.39	17.23	1.7349	0.8267	7.44	13.25
Apr	1.7359	8.35	14.13	1.7539	10.15	15.93	1.7034	0.8378	7.54	13.24
May	1.7092	9.14	14.80	1.7272	10.94	16.60	1.5545	0.8456	7.61	12.78
Jun	1.5266	8.58	13.62	1.5446	10.38	15.42	1.6002	0.8589	7.73	13.06
Jul	1.5610	8.73	13.89	1.5790	10.53	15.69	1.8077	0.8589	7.73	13.79
Aug	1.8396	8.29	14.44	1.8576	10.09	16.24	1.8316	0.8678	7.81	13.95
Sep	1.7872	7.71	13.70	1.8052	9.51	15.50	1.8942	0.8889	8.00	14.35
Oct	1.8818	7.96	14.27	1.8998	9.76	16.07	1.8326	0.9022	8.12	14.25
Nov	1.8226	8.48	14.56	1.8406	10.28	16.36	1.6184	0.9011	8.11	13.49
Dec	1.6633	8.03	13.57	1.6813	9.83	15.37	1.5106	0.9133	8.22	13.22
Jan 2006	1.5016	8.42	13.38	1.5196	10.22	15.18		0.9311	8.38	

Month/Year	Class III Price					Class IV Price			
	Butterfat	Protein	Other Solids	Skim Milk	3.50%	Butterfat	Nonfat Solids	Skim Milk	3.50%
	<i>lb.</i>	<i>lb.</i>	<i>lb.</i>	<i>cwt.</i>	<i>cwt.</i>	<i>lb.</i>	<i>lb.</i>	<i>cwt.</i>	<i>cwt.</i>
Dec 2004	2.0366	2.8486	0.0858	9.34	16.14	2.0366	0.7240	6.52	13.42
Jan 2005	1.7330	2.5300	0.0899	8.37	14.14	1.7330	0.7431	6.69	12.52
Feb	1.7754	2.6613	0.0915	8.79	14.70	1.7754	0.7514	6.76	12.74
Mar	1.7279	2.5019	0.0951	8.32	14.08	1.7279	0.7606	6.85	12.66
Apr	1.6964	2.7055	0.1020	8.99	14.61	1.6964	0.7678	6.91	12.61
May	1.5475	2.5965	0.1043	8.66	13.77	1.5475	0.7810	7.03	12.20
Jun	1.5932	2.5741	0.1139	8.65	13.92	1.5932	0.7780	7.00	12.33
Jul	1.8007	2.4558	0.1240	8.34	14.35	1.8007	0.7909	7.12	13.17
Aug	1.8246	2.1619	0.1317	7.48	13.60	1.8246	0.8119	7.31	13.44
Sep	1.8872	2.3009	0.1411	7.97	14.30	1.8872	0.8222	7.40	13.75
Oct	1.8256	2.3780	0.1491	8.25	14.35	1.8256	0.8310	7.48	13.61
Nov	1.6114	2.2724	0.1606	7.99	13.35	1.6114	0.8351	7.52	12.90
Dec	1.5036	2.3846	0.1702	8.40	13.37	1.5036	0.8414	7.57	12.57

Producer Prices

Month/Year	Producer Price Differential	Statistical Uniform Price (at 3.50%)	Butterfat Price	Protein Price	Other Solids Price	SCC Adjustment Rate	Producer Mailbox Price (at test)
	<i>\$ per cwt.</i>	<i>\$ per cwt.</i>	<i>\$ per lb.</i>	<i>\$ per lb.</i>	<i>\$ per lb.</i>	<i>\$ per cwt.</i>	<i>\$ per cwt.</i>
Oct 2004	0.31	14.47	1.9020	2.3814	0.0677	0.00076	15.76
Nov	0.13	15.02	2.0489	2.4297	0.0800	0.00079	16.45
Dec	(0.95)	15.19	2.0366	2.8486	0.0858	0.00086	17.00
Jan 2005	0.39	14.53	1.7330	2.5300	0.0899	0.00076	15.66
Feb	(0.18)	14.52	1.7754	2.6613	0.0915	0.00079	15.66
Mar	0.41	14.49	1.7279	2.5019	0.0951	0.00075	15.54
Apr	0.04	14.65	1.6964	2.7055	0.1020	0.00078	15.45
May	0.28	14.05	1.5475	2.5965	0.1043	0.00074	14.78
Jun	0.20	14.12	1.5932	2.5741	0.1139	0.00074	14.55
Jul	0.34	14.69	1.8007	2.4558	0.1240	0.00076	14.97
Aug	0.55	14.15	1.8246	2.1619	0.1317	0.00072	14.68
Sep	0.29	14.59	1.8872	2.3009	0.1411	0.00075	15.42
Oct	0.24	14.59	1.8256	2.3780	0.1491	0.00075	15.75
Nov	0.44	13.79	1.6114	2.2724	0.1606	0.00070	
Dec	0.24	13.61	1.5036	2.3846	0.1702	0.00070	

Summary of Federal Order Data - December 2005

Federal Order Number / Name	Producer Deliveries <i>— Thousand Pounds —</i>	Class I Producer Receipts <i>— Thousand Pounds —</i>	Class I Utilization <i>Percent</i>	Class I Price <i>— Dollars per Cwt. —</i>	Producer Price Differential <i>— Dollars per Cwt. —</i>	Uniform or Statistical Uniform Price at 3.5% Butterfat		
						FOB Market	FOB Cook Cty. Illinois <i>— Dollars per Cwt. —</i>	Change From Previous Year
1 Northeast	1,952,938	926,153	47.4	\$ 16.82	\$ 1.46	\$ 14.83	\$ 13.38	\$(1.60)
5 Appalachian	529,551	358,006	67.6	16.67	n/a	15.51	14.21	\$(1.47)
6 Florida	262,046	231,459	88.3	17.57	n/a	16.89	14.69	\$(1.11)
7 Southeast	627,008	400,937	63.9	16.67	n/a	15.44	14.14	\$(1.59)
30 Upper Midwest	2,181,390	392,458	18.0	15.37	0.24	13.61	13.61	\$(1.58)
32 Central	1,317,323	383,386	29.1	15.57	0.32	13.69	13.49	\$(1.57)
33 Mideast	1,444,522	570,620	39.5	15.57	0.53	13.90	13.70	\$(1.62)
124 Pacific Northwest	618,669	181,541	29.3	15.47	0.07	13.44	13.34	\$(1.39)
126 Southwest	869,876	354,480	40.8	16.57	1.23	14.60	13.40	\$(1.07)
131 Arizona-Las Vegas	257,306	87,347	33.9	15.92	n/a	14.00	13.45	\$(1.55)
All Market Average or Total *	10,060,629	3,886,388	38.6					

n/a = Not applicable. * May not add due to rounding.

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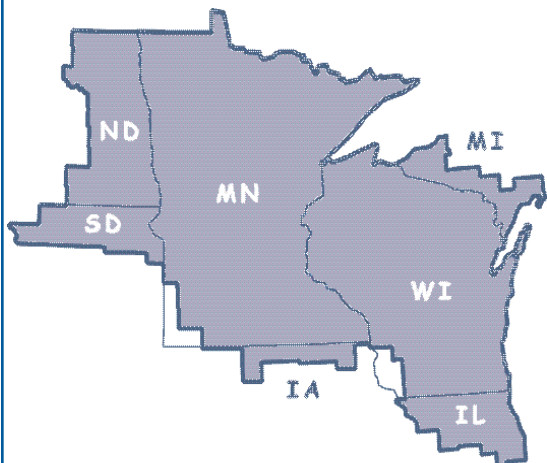
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