

Dairy Market Update

March 2018



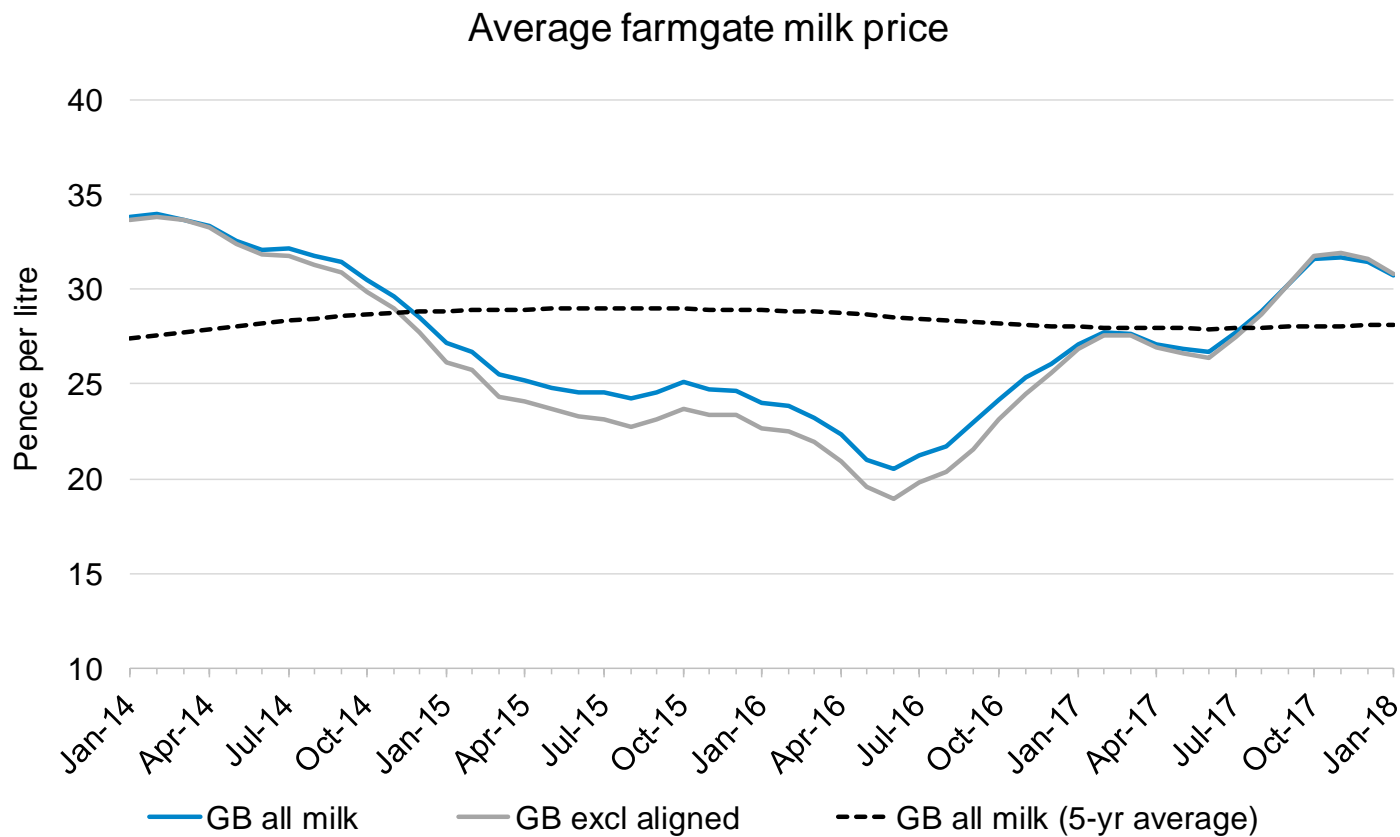
DAIRY

Farmgate Prices



DAIRY

Average farmgate milk price



Source: Defra, RESAS, DAERA, AHDB

Jan-18 GB price 30.7ppl, +3.6ppl (+13.4%) on Jan-17
5-year average GB price 28.1ppl, +0.1ppl on Jan-17

UK, GB and NI farmgate prices

Country	Jan-18 (ppl)	Dec-17 (ppl)	Monthly Change (%)	Jan-17 (ppl)	Annual Change (%)
UK	30.60	31.62	-3%	26.95	+14%
GB	30.72	31.43	-2%	27.10	+13%
NI	30.00	32.65	-8%	26.16	+15%

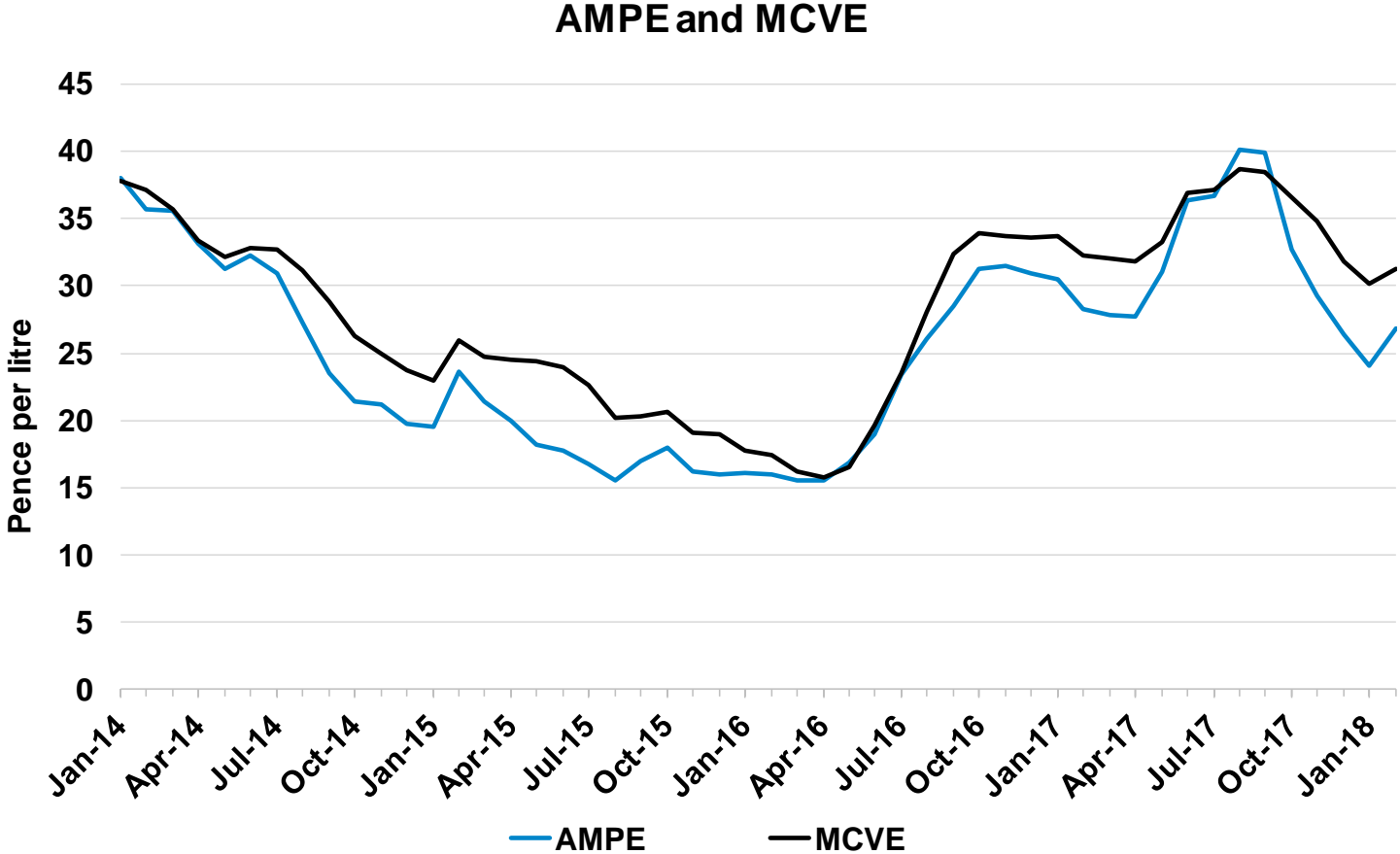
Latest NI Prices and production

2018	Good (ppl)	Average (ppl)	Below (ppl)	High/Low (ppl)
Jan	31.40	30.25	28.66	2.74

2018	Litres (Million)	Y-o-Y
		17 v 16 (%)
Jan	195.94	3.86

Note that from 1 January 2018, Northern Ireland milk pricing data will only include 1,000,000 litres producers, averaged over 7 processors.

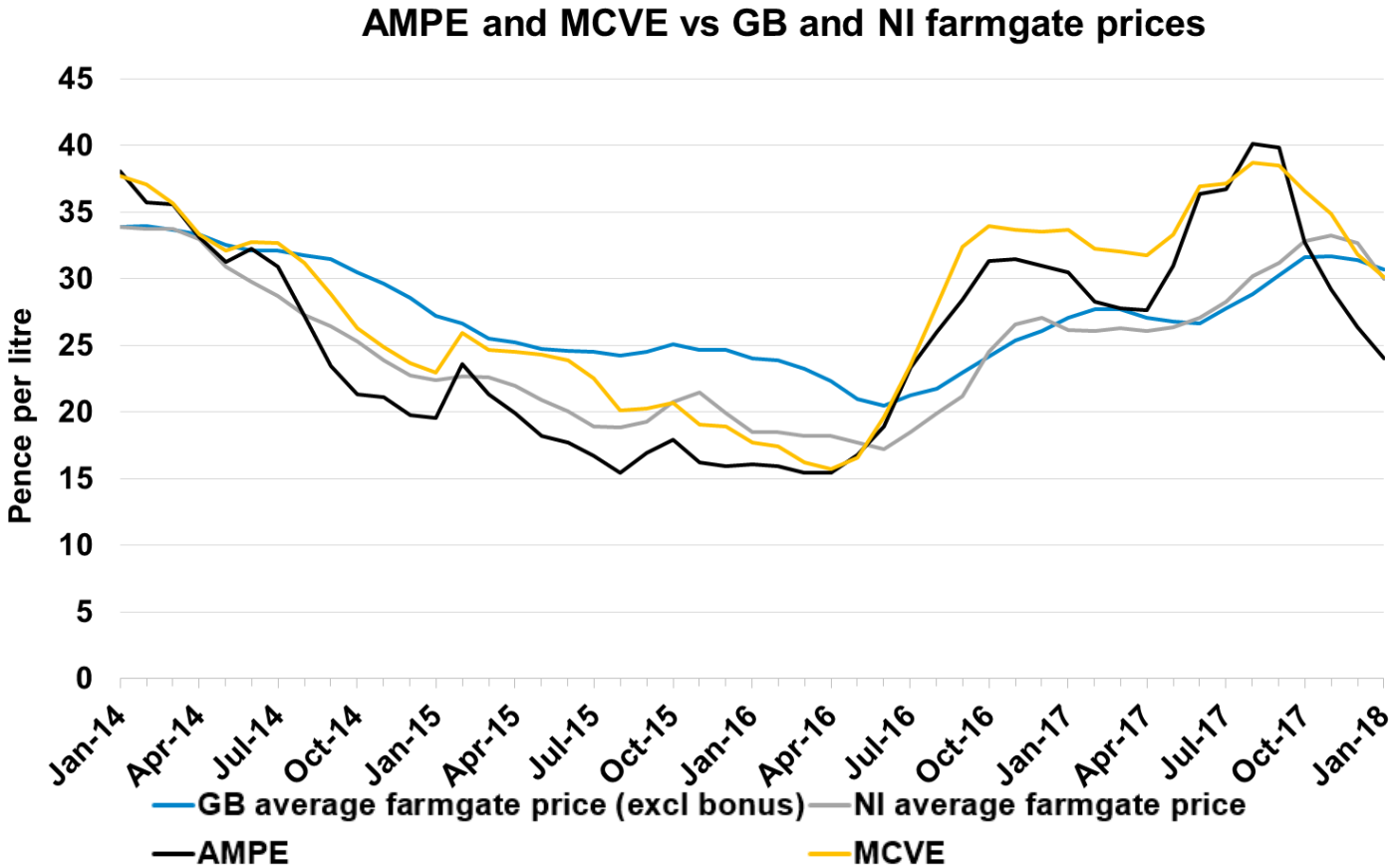
Market Indicators



Source: AHDB

February AMPE 26.9ppl, +11.9% on January
February MCVE 31.3ppl, +4.0% on January

Market Indicators vs farmgate prices



Source: AHDB

UK Production

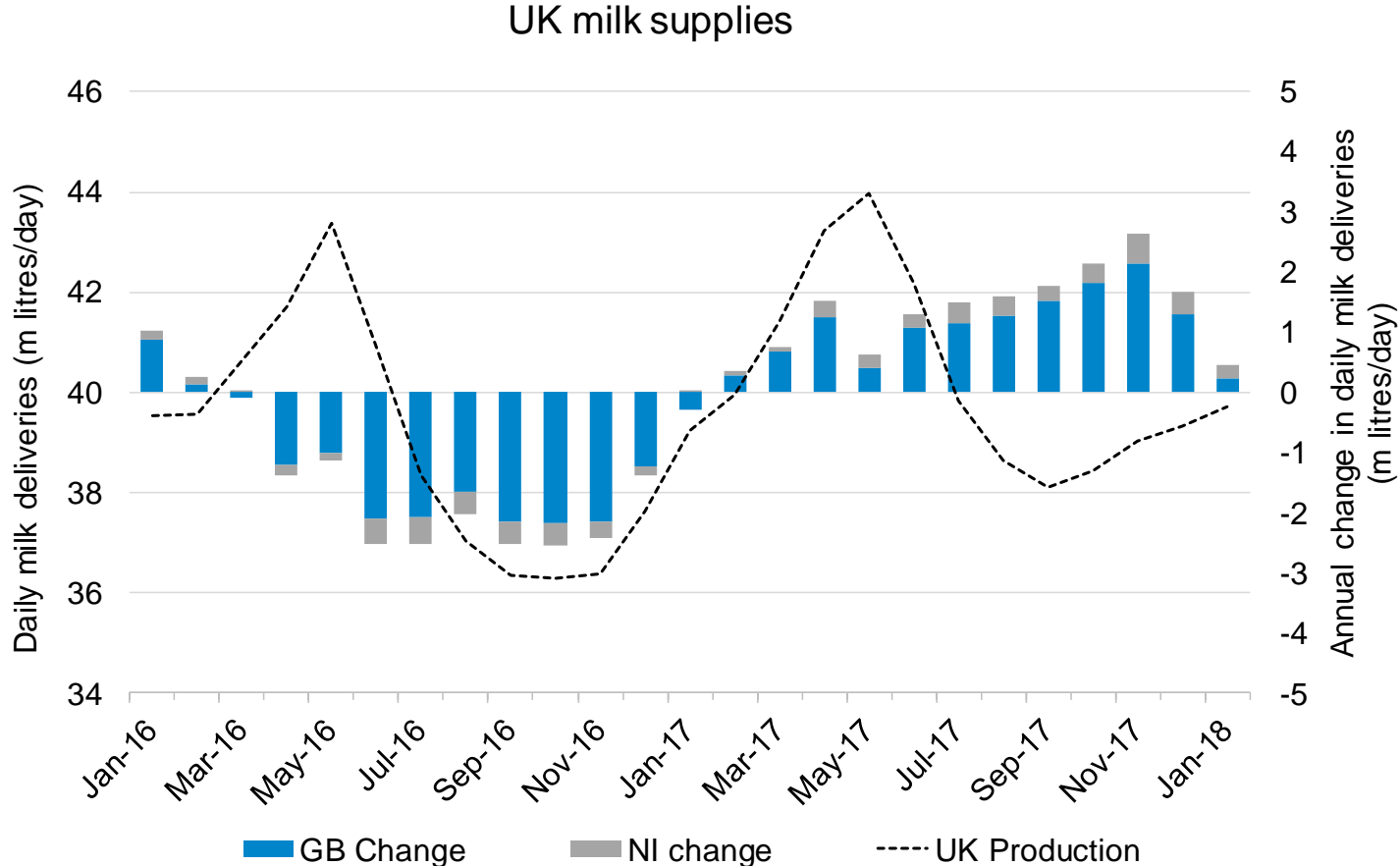


GB and NI monthly milk deliveries (million litres)

	GB				NI			
	2015	2016	2017	2018	2015	2016	2017	2018
Jan	1,010	1,037	1,028	1,035	184	188	189	196
Feb	929	966*	991		172	182*	178	
Mar	1,061	1,058	1,028		201	202	204	
Apr	1,085	1,048	1,086		208	203	212	
May	1,153	1,122	1,134		226	222	229	
Jun	1,086	1,023	1,055		216	204	210	
Jul	1,063	999	1,035		204	190	200	
Aug	1,030	979	1,019		181	170	179	
Sep	1,003	939	984		163	151	159	
Oct	1,037	969	1,025		167	156	166	
Nov	999	935	1,000		164	156	171	
Dec	1,029	991	1,032		180	176	187	
Total	12,487	12,067	12,418		2,266	2,198	2,284	

Source: Defra, DAERA, AHDB Dairy (*adjusted for leap year)

UK milk production



Source: Defra / RPA / DAERA / AHDB

Jan-18: +0.5 litres per day (+1.2%)
 Apr-17 to Jan-18: +1.5 litres per day (+3.9%)

Wholesale prices

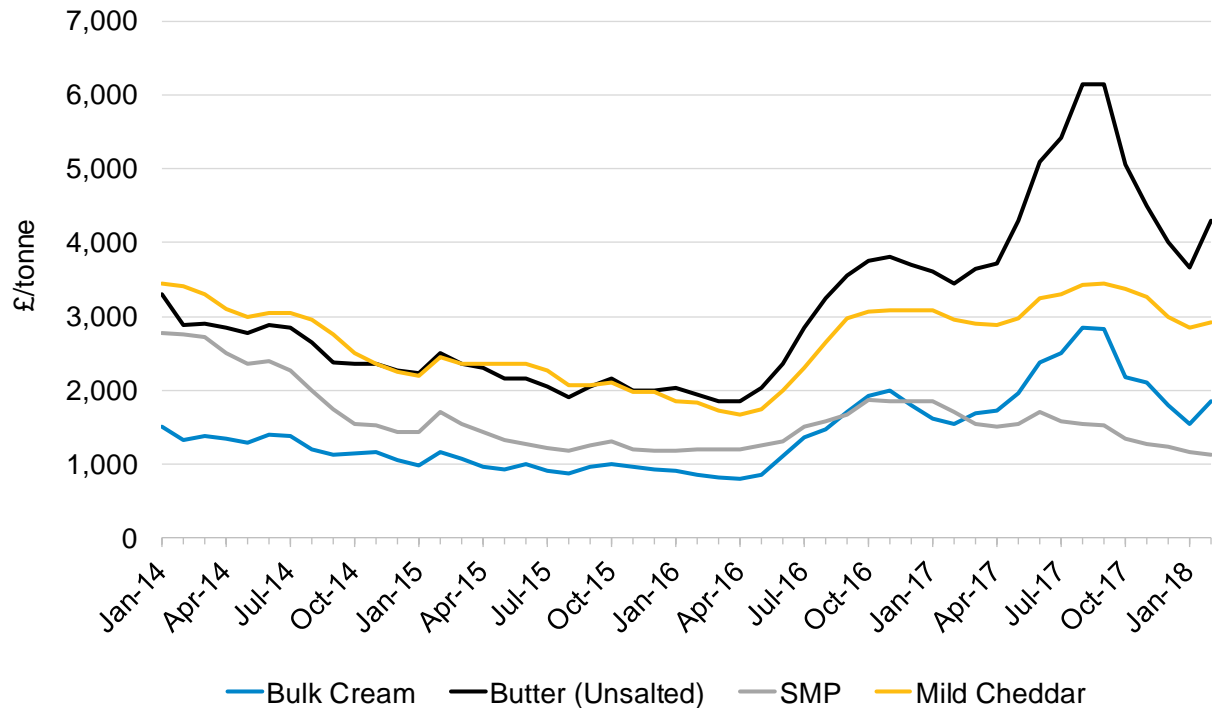


UK Wholesale

£/tonne	UK wholesale prices				
	Feb-18	Jan-18	%	Feb-17	18-17 %
Bulk Cream	1,850	1,550	19%	1,540	20%
Butter (Unsalted)	4,300	3,660	17%	3,450	25%
SMP	1,130	1,160	-3%	1,700	-34%
Mild Cheddar	2,925	2,850	3%	2,950	-1%

Source: AHDB Dairy

UK wholesale prices



Source: AHDB