

STANDARDIZED MILK PRICE CALCULATIONS for NOVEMBER 2014 deliveries

Prices in euro per 100 kg milk with 4,2% fat, 3,4% protein, 500.000 kg per year, tbc 24.999 and scc 249.999 per ml

Company		adjustments			MILK PRICE this month	rolling average last 12 months ¹⁾	most recent suppl. payment
		quality	volume	season			
Milcobel	BE	0,73	1,37		29,54	37,12	0,97
Müller(Leppersdorf)	DE	0,51	0,31		31,02	37,28	
DMK	DE		0,15		31,13	37,55	
Arla Foods DK	DK	0,98			33,71	38,62	2,01
Hämeenlinnan O.	FI				41,97	44,07	2,52
Bongrain (Basse Normandie)	FR	1,18			33,71	38,89	
Danone (Pas de Calais)	FR				35,02	38,26	
Lactalis (Pays de la Loire)	FR				34,21	38,11	
Sodiaal (Pas de Calais)	FR	0,58			36,75	38,05	
Dairy Crest (Davidstow)	UK	0,12	0,37	2,46	38,87	39,67	
First Milk (compositional)	UK	0,98	1,23		31,96	37,17	
Glanbia	IE				30,50	35,52	
Kerry Agribusiness	IE				31,06	36,19	
Granarolo (North)	IT	1,15	3,42		43,87	44,69	
DOC Cheese	NL	0,03	0,34		28,71	36,44	2,31
FrieslandCampina	NL	0,05	0,75		33,56	39,32	2,91
AVERAGE MILK PRICE ²⁾					34,10	38,56	
Emmi	CH		2,92		48,93	51,34	
Fonterra ³⁾	NZ				23,86	31,68	
United States Class III ⁴⁾	US	0,19			43,35	41,31	

Note: Comma is used as a decimal separator. All prices are VAT excluded, paid to producers and assuming milk collected every day.

1) In contrast to earlier publications exclusive of most recent supplementary payment

2) Arithmetic average

3) Based on most recent forecast

4) Based on USDA announcement

MILK PRICES

The calculated advance milk price in November 2014 averaged € 34.10 per 100 kg standard milk. A decrease of € 1.65 compared to the previous month. Compared to November last year, this is a decrease of € 6.51 or 16.0%.

Almost all dairy companies have reduced their milk prices in November, while further price cuts have been announced for the coming months.

Although the December milk prices are not yet fully known provisional figures for the calendar year 2014 can be produced. Depending on the height of the supplementary payments, the average price of milk in 2014 is probably at a little higher than in the record year 2013.

This is because the milk prices of the French and British dairy companies and Italian Granorolo rose more than 5%. The calculated advance milk prices of the Finnish Hameenlinnan Osuusmeijeri and the Danish Arla lying are about 2% higher than last year.

The advance milk price paid by FrieslandCampina has remained about the same, while the milk prices of the German dairy dairies fell 2-3%. The milk prices of the Irish companies, Milcobel and DOC Cheese in 2014 decreased by 5% or more.

On December 10, Fonterra has revised the expected price for the current milk price year 2014/15 from 5.30 NZD per kg fat and protein to 4.70. Converted in euros per 100 kg standard milk a drop of nearly 3 euros to € 23.86.

ORGANIZATIONAL CHANGES

From now on the milk price comparison is performed by ZuivelNL. Following the abolition of the Dutch Dairy Board a number of tasks, including this milk price comparison, are continued by ZuivelNL. The lay-out is adjusted, because the calculations are no longer executed in the computer program Oracle, but in Excel. In addition, starting this publication the rolling average of the monthly milk prices do no longer include the most recent supplementary payment, but the same information remains available.

MARKET SITUATION

Official Dutch dairy quotations (€ per 100 kg)

	7/01/15	2/1/2014
Butter	272	406
Whole milk powder	221	379
Skimmed milk powder	173	330
Whey powder	74	99