

Weekly Update

2000 N. Plaza Drive
Visalia, CA 93291
559-625-2200
Fax: 559-625-5433



Date: November 26, 2025
To: CDI Member-Owners
From: CDI Staff
Subject: CDI Weekly Update

COMMODITY MARKETS

Butter – Spot butter pricing settled Wednesday at \$1.4500, down 2.75¢ from prior week. The forward curve has continued to trade lower, with greatest losses seen in 2H 2026. Market sentiment remains unsupportive as participants expected continued milk production growth and available cream keeping churns busy. August Butter + AMF export data gave market bulls a reason for optimism (Butter exports up +190% YoY in August at 17.7MM lbs); however, exports will need to continue to grow into EOY and Q1 '26 to offset the expected glut of product coming to end 2025 and into Q1 '26.

Projected/Actual Milk Prices (Actual Bold, <i>Estimate Italicized</i>)					
	Nov-25	Dec-25	Jan-26	Feb-26	Mar-26
Advance Price (cwt)	\$ 14.30	\$ 13.69	\$ 13.54	\$ 13.34	\$ 13.37
Butterfat Price (lb)	\$ 1.6479	\$ 1.5459	\$ 1.5716	\$ 1.6019	\$ 1.7715
Protein Price (lb)	\$ 3.1122	\$ 2.6146	\$ 2.3473	\$ 2.3701	\$ 2.3322
Other Solids Price (lb)	\$ 0.3741	\$ 0.3932	\$ 0.3973	\$ 0.3870	\$ 0.3792
LA County PPD (cwt)	\$ (2.41)	\$ (0.69)	\$ (0.36)	\$ (0.67)	\$ (0.53)
Tulare County PPD (cwt)	\$ (3.01)	\$ (1.29)	\$ (0.96)	\$ (1.27)	\$ (1.13)
Tulare Co. Blend* (cwt)	\$ 14.20	\$ 14.72	\$ 14.32	\$ 14.12	\$ 14.69
FMMO Class III	\$ 17.21	\$ 16.02	\$ 15.28	\$ 15.39	\$ 15.82
FMMO Class IV	\$ 13.69	\$ 13.54	\$ 13.34	\$ 13.37	\$ 13.97
Next Two Payment Dates	December 1, 2025 (November Advance)* December 19, 2025 (November Final) <i>*November 30 falls on a weekend</i>				
<i>*Blend price is after the PPD is accounted for, before the Quota Assessment, and is based on "standard" milk with 3.5% BF, 2.99% Pro and 5.69% OS</i>					

down 4.00¢ versus last week and the forward curve was mixed with losses through Q1 '26 and gains seen in the deferred contracts. GDT Pulse pricing saw declines in both SMP + WMP as SGX futures continue to slide. EEX futures traded slightly higher versus last week, but the US still holds a premium to international pricing in the nearby months. Supply-side remains heavy while international demand should be subdued until US pricing moves to a discount to EEX + SGX pricing.

DAIRY-REVENUE PROTECTION, AVAILABLE THROUGH CDI INSURANCE SERVICES (11/26/2025)

- Class III**
- 1st Quarter 2026: \$14.60 floor for \$0.16/cwt
 - 2nd Quarter 2026: \$15.56 floor for \$0.33/cwt
 - 3rd Quarter 2026: \$16.39 floor for \$0.42/cwt
 - 4th Quarter 2026: \$16.44 floor for \$0.47/cwt
 - 1st Quarter 2027: \$16.25 floor for \$0.49/cwt

- Class IV**
- 1st Quarter 2026: \$12.95 floor for \$0.10/cwt
 - 2nd Quarter 2026: \$13.89 floor for \$0.23/cwt
 - 3rd Quarter 2026: \$14.75 floor for \$0.32/cwt
 - 4th Quarter 2026: \$15.42 floor for \$0.43/cwt
 - 1st Quarter 2027: \$15.58 floor for \$0.53/cwt

Did you know...that Thanksgiving became an official national holiday in 1863 by proclamation of President Abraham Lincoln (R)? In the midst of a bloody Civil War, President Lincoln issued the proclamation to “set apart and observe the last Thursday of November next, as a day of Thanksgiving and Praise to our beneficial Father who dwelleth in the Heavens.” Fast forward to 1939, when President Franklin D. Roosevelt (D) moved Thanksgiving to the second-to-last Thursday, in an attempt to give retailers an extra week of Christmas sales in the midst of the Great Depression. The idea flopped, and the mocking term “Franksgiving” was given to the attempted date change, so Congress cleaned up the matter in 1941 by codifying the fourth Thursday as the Federal Holiday of Thanksgiving. Regardless of its history, may all of you and your families enjoy a blessed Thanksgiving!

National Dairy Product Sales Report (NDPSR)		
	Wk Ending 11/22/2025	Last Week
Butter	\$1.6393	\$1.6019
Block Cheddar	\$1.7200	\$1.7862
Nonfat Dry Milk	\$1.1582	\$1.1604
Dry Whey	\$0.6465	\$0.6256
The NDPSR is USDA's survey of U.S. sales prices from the previous week. These are used to calculate FMMO prices. CME markets are discussed below as a near-term market indicator.		

Cheese – Spot block cheddar traded down 8.00¢ to \$1.4700 but futures have had a relatively muted response and have seen mixed trade. US spot and futures pricing are following EEX futures lower as the US typically must hold a discount to EU pricing in order to secure export business. Exports have been a key lever to clear product in 2025 and if the US isn't offering a competitive price into 2026 that will create downward price pressure.

Powder – Spot NFDM pricing settled at \$1.1425,