

EVAPORATED AND CONDENSED MILK REPORT

May 1940

Production of evaporated milk continues above the level of that of a year earlier, as well as that of the 5-year (1934-38) corresponding average, the Agricultural Marketing Service reports. Estimated production for April totaled 225,077,000 pounds, the largest production for any April of record. It exceeded the production of April last year by 13 percent, and the 5-year (1934-38) average by 26 percent. But production of condensed milk (case goods) in April was estimated at 3,169,000 pounds -- 1 percent less than the April production last year, and 39 percent under the 5-year (1934-38) April average.

Estimated production of evaporated milk (case goods) for the first four months of 1940 totaled 757,749,000 pounds, an increase of 104,333,000 pounds, or 16 percent, over the production of the corresponding four months last year and 186,702,000 pounds, or 35 percent, over the 5-year (1934-38) average for those months. Estimated production of condensed milk (case goods) during the same months totaled 12,860,000 pounds. This production is practically the same as that of a year earlier, but is 30 percent less than the corresponding 5-year (1934-38) average for those months.

Reflecting the heavy April production, stocks of evaporated milk (case goods) held by manufacturers on May 1 increased to 207,740,000 pounds. These stocks are the largest ever reported by manufacturers for any May 1 of record, exceeding the previous May 1 peak of 1931 by 27,987,000 pounds, or 17 percent. They were also 54 percent larger than the stocks of May 1 last year and 84 percent larger than the May 1, 1934-38 average. The increase in stocks during April totaled 34,362,000 pounds compared to an April gain last year of 24,743,000 pounds and a 5-year (1934-38) average April gain of 21,553,000 pounds. Manufacturers' stocks of condensed milk (case goods) on May 1 totaled 4,014,000 pounds, a decrease of 13 percent from the May 1 stocks of last year and 20 percent from the 5-year (1934-38) May 1 average.

The average wholesale price of evaporated milk (case goods) in April was \$2.82 per case of 48-14 $\frac{1}{2}$ oz. cans. This average was 15 cents per case higher than that of April last year but 2 cents per case lower than the 5-year (1934-38) April average. It was also 8 cents per case less than the March average of this year. Last year the April average was only 1 cent per case lower than the March average, while during the 5-years (1934-38) it was unchanged. The average wholesale price of condensed milk (case goods) in April continued at \$4.80 per case. This is the same average that has prevailed since the beginning of 1940.

The average price paid by condenseries for 3.5 percent milk, f.o.b. plants, in April was \$1.29 per hundredweight. This was a decrease of 7 cents per hundredweight from the March average of this year, but 22 cents per hundredweight higher than the April average of last year. The decrease of 7 cents per hundredweight from March was primarily a seasonal decline. Although less than the 4 cent decrease a year earlier, it was just about average for the 5 years, 1934-38.

May Evaporated and Condensed Milk Report
 STOCKS OF EVAPORATED AND CONDENSED MILK REPORTED FIRST
 OF EACH MONTH: 1940 WITH COMPARISONS
 EVAPORATED MILK (Case Goods)

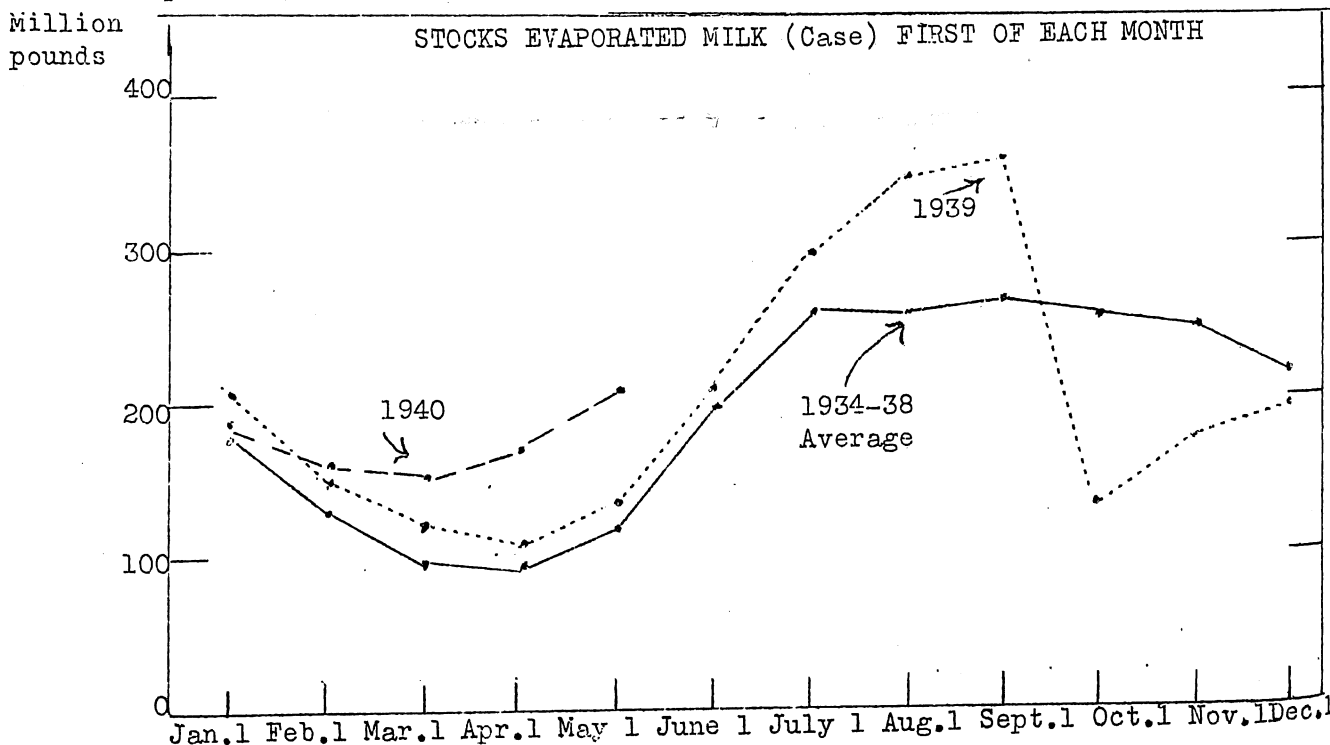
5/23/40

Month	1940	1939	Average 1934-38	Change in 1940 from	
				1939	Avg. 1934-38
	Thousand pounds			Percent	
January.....	186,081	205,073	176,141	- 9	+ 6
February.....	156,253	150,311	132,038	+ 4	+18
March.....	150,458	120,397	99,360	+25	+51
April.....	173,378	109,832	91,629	+58	+89
<u>May 1/.....</u>	<u>207,740</u>	<u>134,625</u>	<u>113,182</u>	<u>+54</u>	<u>+84</u>
June.....	---	209,044	195,448	---	---
July.....	---	292,393	255,988	---	---
August.....	---	341,686	253,100	---	---
September.....	---	355,071	262,226	---	---
October.....	---	135,135	260,988	---	---
November.....	---	175,646	257,120	---	---
December.....	---	188,290	215,182	---	---

CONDENSED MILK (Case Goods)

Month	1940	1939	Average 1934-38	Change in 1940 from	
				1939	Avg. 1934-38
	Thousand pounds			Percent	
January.....	5,627	7,139	8,754	-21	-36
February.....	4,702	6,101	6,513	-23	-28
March.....	4,579	4,985	4,624	- 8	- 1
April.....	3,938	4,959	4,116	-21	- 4
<u>May 1/.....</u>	<u>4,014</u>	<u>4,608</u>	<u>5,044</u>	<u>-13</u>	<u>-20</u>
June.....	---	6,437	9,499	---	---
July.....	---	7,764	12,410	---	---
August.....	---	8,570	13,585	---	---
September.....	---	8,001	13,503	---	---
October.....	---	6,039	12,665	---	---
November.....	---	6,312	11,339	---	---
December.....	---	5,990	9,626	---	---

1/ Data for the current month of 1940 subject to revision through the addition of late reports.



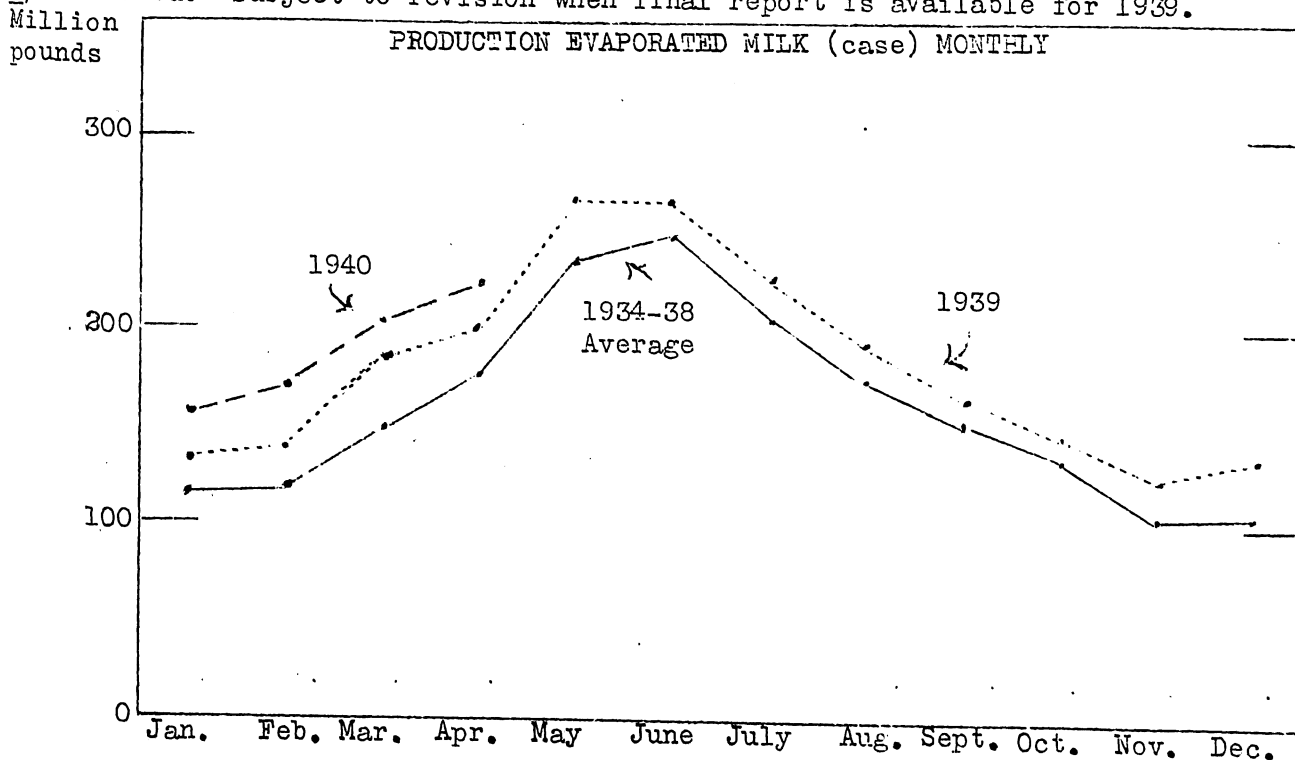
PRODUCTION OF EVAPORATED AND CONDENSED MILK
1940, BY MONTHS, WITH COMPARISONS
EVAPORATED MILK (Case Goods)

Month	1940 ^{1/}	1939 ^{1/}	Average 1934-38	Change in 1940 from	
				1939	Avg. 1934-38
		Thousand pounds		Percent	
January.....	158,656	131,121	114,970	+21	+38
February.....	170,397	139,670	118,206	+22	+44
March.....	203,619	183,441	149,337	+11	+36
April.....	225,077	199,184	178,534	+13	+26
May.....	--	268,533	237,155	--	--
June.....	--	267,457	249,561	--	--
July.....	--	226,715	205,678	--	--
August.....	--	191,382	172,661	--	--
September.....	--	164,723	151,065	--	--
October.....	--	143,988	135,033	--	--
November.....	--	125,529	102,327	--	--
December.....	--	135,536	105,665	--	--
Jan. - Apr., Inc.	757,749	653,416	561,047	+16	+35

CONDENSED MILK (Case Goods)

Month	1940 ^{1/}	1939 ^{1/}	Average 1934-38	Change in 1940 from	
				1939	Avg. 1934-38
		Thousand pounds		Percent	
January.....	2,817	3,478	4,356	-19	-35
February.....	3,370	3,036	4,115	+11	-18
March.....	3,504	3,101	4,627	+13	-24
April.....	3,169	3,201	5,161	-1	-39
May.....	--	2,903	4,919	--	--
June.....	--	2,786	4,510	--	--
July.....	--	2,891	4,319	--	--
August.....	--	2,455	4,621	--	--
September.....	--	4,368	3,938	--	--
October.....	--	3,479	3,712	--	--
November.....	--	2,354	3,721	--	--
December.....	--	2,228	3,881	--	--
Jan. - Apr., Inc.	12,860	12,816	18,259	--	-30

^{1/}Estimated. Subject to revision when final report is available for 1939.



MILK PURCHASES BY CONDENSERIES, APRIL 1940, WITH COMPARISONS*

	Unit	April		5-Year Average 1934-38
		1940	1939	
Purchases, reported total...	Pounds	596,315,000	367,411,000	339,887,000
Producers, number.....	Number	113,000	108,000	94,000
Average daily purchases per producer	Pounds	116.9	113.4	120.5
Changes in purchases per producer 1940 and 1939	Percent	+ 3.1	XXXX	XXXX
1940 from 5-year average	"	- 3.0	XXXX	XXXX

*These figures represent milk purchases primarily for the manufacture of evaporated and condensed milk.

AVERAGE WHOLESALE SELLING PRICES, EVAPORATED AND CONDENSED MILK,
BY GEOGRAPHIC SECTIONS, APRIL 1940*

Geographic Section	Evaporated Milk (Per case of 48 - 14 $\frac{1}{2}$ oz. cans)	Condensed Milk (Per case of 48 - 14 oz. cans)
	Dollars	Dollars
New England	2.87	4.80
Mid Atlantic	2.82	4.72
South Atlantic	2.85	4.72
E. N. Central	2.77	5.25
W. N. Central	2.78	5.25
South Central	2.80	4.72
North Western	2.65	-
South Western	2.80	-
U. S. Apr. 1940	2.82	4.80
U. S. Mar. 1940	2.90	4.90
U. S. Apr. 1939	2.67	4.86

*Wholesale prices are based on the reports made by manufacturers covering actual sales of goods delivered at manufacturers' distributing points on basis of cash or short-time credit.

PRICES PAID PRODUCERS FOR 3.5% MILK F.O.B. FACTORY FOR APRIL 1940

8 Geographic Sections

Geographic Section	Number of factories reporting	Price per cwt.	
		Range	Average
		Dollars	Dollars
New England	1/ -	-	-
Mid Atlantic	1/ 6	1.33-1.40	1.37
South Atlantic	4	1.29-1.66	1.42
E. N. Central	86	1.25-1.58	1.27
W. N. Central	11	1.18-1.40	1.26
South Central	13	1.15-1.44	1.34
North Western	11	1.15-1.40	1.26
South Western	19	1.22-1.44	1.39
U. S. Apr. 1940	150	1.15-1.66	1.29
U. S. Mar. 1940	149	1.22-1.75	1.36
U. S. Apr. 1939	151	.86-1.35	1.07

6 EVAPORATED MILK MARKETING AGREEMENT SECTIONS

Section	Apr. 1940	Mar. 1940	Apr. 1939
	Dollars	Dollars	Dollars
1	1.27	1.33	1.08
2	1.41	1.50	1.16
3	1.25	1.33	1.03
4	1.22	1.36	1.04
5	1.26	1.41	1.01
6	1.42	1.55	1.14
U. S. Average	1.29	1.35	1.07

1/ Reports not received from ten factories in these areas which base prices on formula in evaporated milk market agreements. Formula price for this area in April, \$1.33.

EVAPORATED MILK MARKETING AGREEMENT MINIMUM PRICES FOR APRIL

Section 1 - \$1.260 Section 2 - \$1.330 Section 3 - \$1.142
Section 4 - \$1.006 Section 5 - \$1.040 Section 6 - \$1.140