

EVAPORATED AND CONDENSED MILK REPORT

June 1940

Monthly production of evaporated milk (case goods) continues to exceed that of the same month last year and the 1934-38 average, but by a considerably smaller margin, the Agricultural Marketing Service reports. Stocks also continue to exceed those of the corresponding period last year and likewise the 5-year average, but by the smallest margin for any month since February of this year.

Estimated production of 281,960,000 pounds of evaporated milk (case goods) in May exceeded the May production of last year by about 5 percent, and the 6-year (1934-38) May average by 19 percent. That production was not only the second largest for any May of record, but was also the second largest for any month in the 23 years of record, as the previous peak of 285,673,000 pounds was also made in May. Production for the months of January to May this year was estimated at 1,039,709,000 pounds. That exceeds the production of the same month last year by 118,000,000 pounds, or 13 percent, and the 5-year (1934-38) average by 242,000,000 pounds, or 30 percent. It is the largest production ever reported for those months in any year.

Production of condensed milk (case goods) took a sudden jump in May. Estimated at 4,906,000 pounds, it was 69 percent larger than that of May last year, but unchanged from the May 1934-38 average. It was the largest production for any May since 1934, and the largest for any month since April 1935. Production of condensed milk (case goods) for the first 5 months - January through May - 1940, was estimated at 17,765,000 pounds, an increase of 13 percent over the production of the same months last year, but a decrease of 23 percent under the corresponding 5-year (1934-38) average.

Stocks of 287,778,000 pounds of evaporated milk (case goods) on June 1 was the largest ever reported for that period, exceeding those of the same date last year by 79,000,000 pounds, or 38 percent, and the 5-year (1934-38) average by approximately 92 million pounds, or 47 percent. The increase in stocks of around 80 million pounds during May was slightly larger than that of a year earlier, but was somewhat smaller than the 5-year (1934-38) average increase of approximately 92 million pounds. Stocks of condensed milk (case goods) on June 1 totaled 6,815,000 pounds, an increase of 378,000 pounds, or 6 percent, over the stocks of June 1 last year, but a decrease of 28 percent from the 5-year (1934-38) June 1 average. Stocks of condensed milk (case goods) increased 2,801,000 pounds during May compared with an increase of 1,829,000 pounds in May last year and a 5-year (1934-38) average May increase of 4,455,000 pounds.

Wholesale selling prices of evaporated milk (case goods) during May averaged \$2.77 per case of 48 - 14 $\frac{1}{2}$ oz. cans. That average is a decrease of 5 cents per case from the April average, but is an increase of 11 cents per case over the May average of last year. May marks the fifth consecutive month in which the average wholesale selling price of evaporated milk has been less than that of the preceding month. The average wholesale price of condensed milk of \$4.80 per case of 48 - 14 oz. cans during May was the same as that of April and also the same as that of May last year.

The average price paid by condenseries for milk delivered f.o.b. plant during May was \$1.26 per hundredweight for milk averaging 3.5 percent butterfat. That average was a seasonal decrease of 3 cents per hundredweight from the April average. Compared with May last year, however, it was 16 cents per hundredweight larger.

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

6/25/40

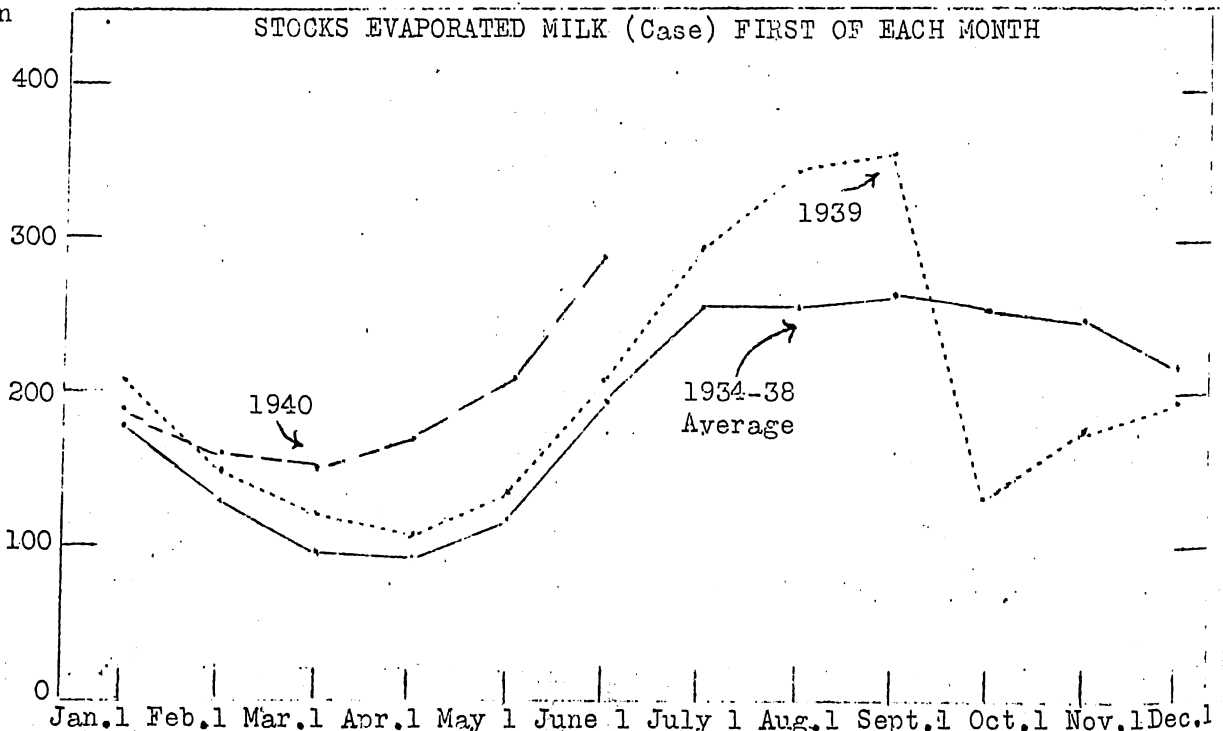
Month	1940	1939	Average 1934-38	Change in 1940 from	
				1939	Avg. 1934-38
Thousand pounds				Percent	
January.....	186,081	205,073	176,141	- 9	+ 6
February.....	156,253	150,311	132,038	+ 4	+18
March.....	150,458	120,397	99,360	+25	+51
April.....	173,378	109,882	91,629	+58	+89
May.....	207,740	134,625	113,182	+54	+84
June 1/.....	287,778	209,044	195,448	+38	+47
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
May.....	4,014	4,608	5,044	-13	-20
June 1/.....	6,315	6,437	9,499	+ 6	-28
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.

Million pounds



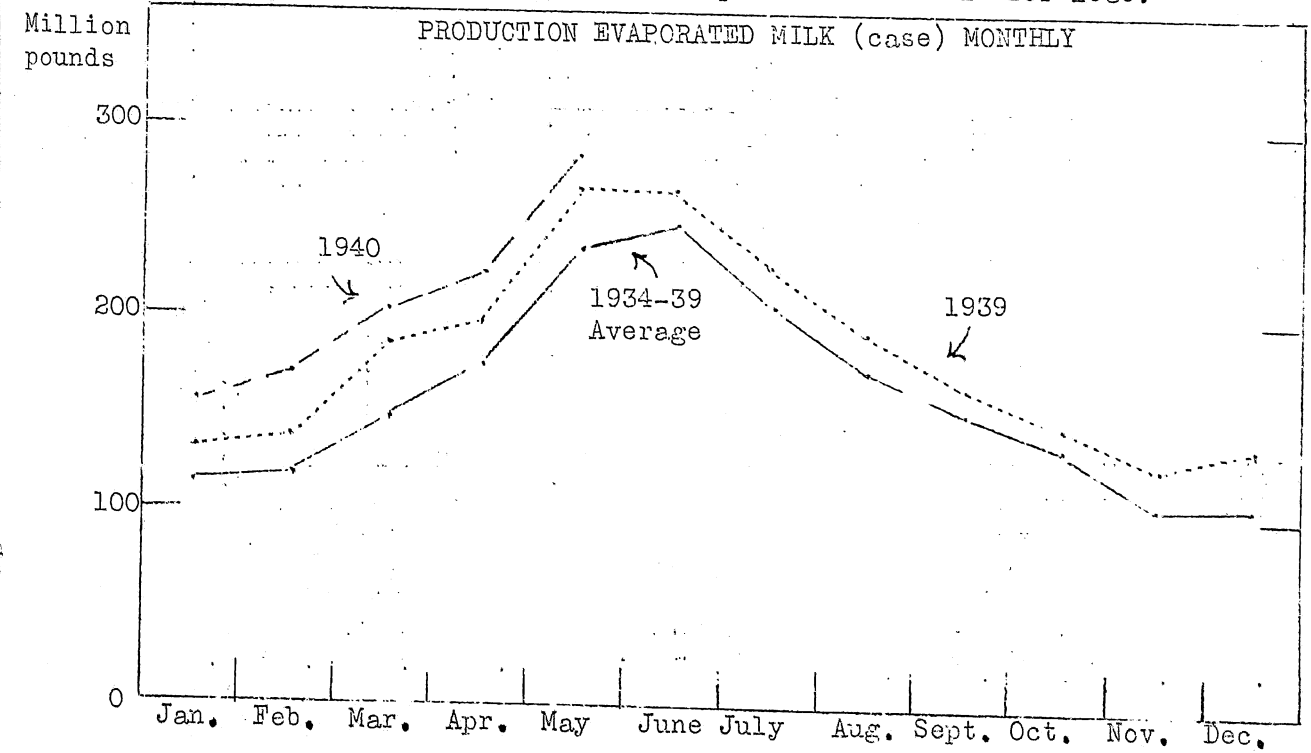
June Evaporated and Condensed Milk Report
 PRODUCTION OF EVAPORATED AND CONDENSED MILK
 1940, BY MONTHS, WITH COMPARISONS
 EVAPORATED MILK (Case Goods)

Month	1940 <u>l</u> /	1939 <u>l</u> /	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.....	281,960	268,533	237,155	+ 5	+19
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. - May, Inc.	1,039,709	921,949	798,202	+13	+30

CONDENSED MILK (Case Goods)

Month	1940 <u>l</u> /	1939 <u>l</u> /	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.....	4,906	2,903	4,919	+69	--
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. - May, Inc.	17,766	15,719	23,178	+13	-23

l/. estimated. Subject to revision when final report is available for 1939.



MILK PURCHASES BY CONDENSERIES, MAY 1940, WITH COMPARISONS*

	Unit	May		5-Year Average 1934-38
		1940	1939	
Purchases, reported total...	Pounds	494,343,000	474,104,000	443,088,000
Producers, number.....	Number	118,000	114,000	107,000
Average daily purchases per producer.....	Pounds	135.1	134.2	133.6
Changes in purchases per producer 1940 and 1939	Percent	+0.7	xxxx	xxxx
1940 from 5-year average	"	+1.1	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, MAY 1940*

Geographic Section	Evaporated Milk (Per case of 48 - 14½ oz. cans)	Condensed Milk (Per case of 48 - 14 oz. cans)
	Dollars	Dollars
New England	2.83	4.80
Mid Atlantic	2.76	4.72
South Atlantic	2.80	4.72
E. N. Central	2.71	5.25
W. N. Central	2.74	5.25
South Central	2.79	4.72
North Western	2.81	--
South Western	2.75	--
U. S. May 1940	2.77	4.80
U. S. Apr. 1940	2.82	4.80
U. S. May 1939	2.68	4.80

*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 MAY 1940
8 Geographic Sections

Geographic Section	Number of factories reporting	Price per cwt.	
		Range	Average
		Dollars	Dollars
New England	1/1	--	--
Mid Atlantic	6	1.30 - 1.35	1.33
South Atlantic	4	1.27 - 1.60	1.36
E. N. Central	86	1.22 - 1.44	1.24
W. N. Central	10	1.12 - 1.36	1.22
South Central	13	1.12 - 1.42	1.20
North Western	11	1.15 - 1.36	1.24
South Western	19	1.20 - 1.44	1.36
U. S. May 1940	149	1.12 - 1.60	1.26
U. S. Apr. 1940	150	1.15 - 1.66	1.29
U. S. May 1939	152	.86 - 1.35	1.10

6 EVAPORATED MILK MARKETING AGREEMENT SECTIONS

Section	May 1940	Apr. 1940	May 1939
	Dollars	Dollars	Dollars
1	1.24	1.27	1.10
2	1.37	1.41	1.15
3	1.21	1.25	1.04
4	1.22	1.22	1.07
5	1.24	1.26	1.03
6	1.41	1.42	1.15
U. S. Average	1.26	1.29	1.10

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 May, \$1.30.

EVAPORATED MILK MARKETING AGREEMENT MINIMUM PRICES FOR MAY

Section 1 - \$1.233 Section 2 - \$1.303 Section 3 - \$1.111
Section 4 - \$1.022 Section 5 - \$1.041 Section 6 - \$1.157