

# FORMULA PRICE - JULY 2013 - CONFIRMED



Dairy Co Datum data declared for **MAY**, impacting the Formula milk price position for **JULY**.  
 Net change, **+0.504p/l** to deliver a standard litre price of **31.199p/l\*** (\*current mp.com 'flagship')

## BASE PRICE CHANGE - standard seasonality/profile liquid contract variant

Base price	<b>JUNE</b>	<b>26.893</b>
MAY data revision		<b>+0.504</b>
Base price	<b>JULY</b>	<b>27.397</b>

## COMMENTARY

Cumulative increasing cream values continue to strongly influence the Formula price. Although due to Dairy Co Datum's annual re-alignment of the 'cream value to a liquid processor', this has reduced the cream ppl to apply this month as a consequence of a backdated -0.15p/l cream value review for April. (See Dairy Co Datum Site - click on 'Market Indicators', followed by 'Cream Income to a Liquid Processor' for more detail.)

Feed reported a further increase of +£4/t to deliver a new record high, whilst fertiliser markets reduced significantly. The Dept of Climate Change revised fuel values back again for April and May.

If all Formula parameters retain their current values for Datum's June market review, (and cream is already reported to have increased in value so far during this month), then the next review will see the Formula price exceed the July standard DC liquid price.

Data below as declared through each month's Datum review. Any subsequent data revisions are incorporated in the rolling sequencing. Revisions below re fuel for March & April, and cream for April captured through the latest May review - indicated through the struck through data below.

## FORMULA INDICES - UPDATE

		<u>Feb 13</u>	<u>Mar 13</u>	<u>APR 13</u>	<u>MAY 13</u>
Cream	£/t	£1,300	£1,350	£1,600	£1,610
Cream Index	ppl	7.600p	7.890p	<del>9.370p</del> 9.220p	9.290p
Four Pints Retail	4 pints p	125p	124p	124p	124p
Feed - concentrate	£/t	£268	£268	£269	£273
Fertiliser - AN	£/t	£301	£305	£305	£268
Fuel - red diesel	p/l	73.11p	<del>73.89p</del> 73.70p	<del>71.24p</del> 70.92p	68.45p

Indices applied via the milk price on a 'month after next basis' i.e. May impacting July price.

<b>MONTHLY FORMULA CHANGE</b>	<b>-0.269p</b>	<b>-0.033p</b>	<b>+0.738p</b>	<b>+0.504p</b>
<b><u>FORMULA PRICE**</u></b>	<b><u>APR</u></b> <b>29.990p</b>	<b><u>MAY</u></b> <b>29.957p</b>	<b><u>JUNE</u></b> <b>30.695p</b>	<b><u>JULY</u></b> <b>31.199p</b>
<b><u>DC STD LIQUID PRICE**</u></b>	<b>29.890p</b>	<b>29.890p</b>	<b>31.390p</b>	<b>31.390p</b>

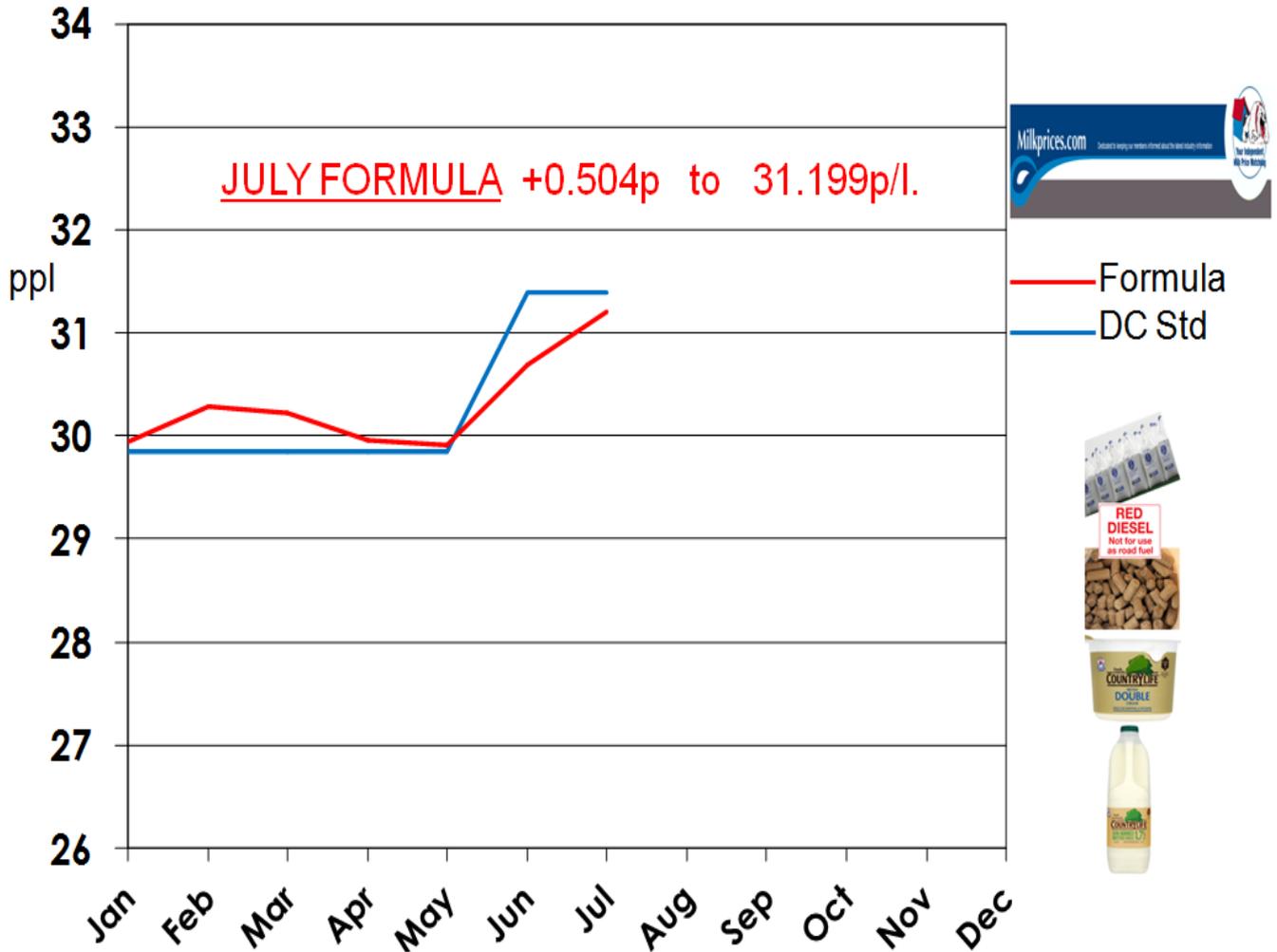
\*\*corrected to latest mp.com flagship league table, now including mp.com profile payment increase to 1.10p/l from April. All data rounded to 3 decimal places

**FORMULA INDICES - GRAPH DATA** - Please see the following updates:

**Using standard litre mp.com flagship table.**

May Dairy Co Datum data utilised to generate the July milk price.

## **FORMULA – Related Price p/l**



Please see the updated parameter charts below -

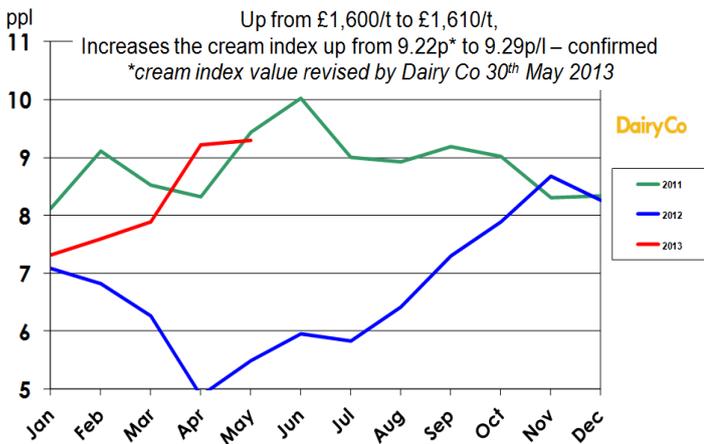
all declared for MAY 2013 by Dairy Co Datum - with permissions

# FORMULA DATA HIGHLIGHTS - MAY 2013

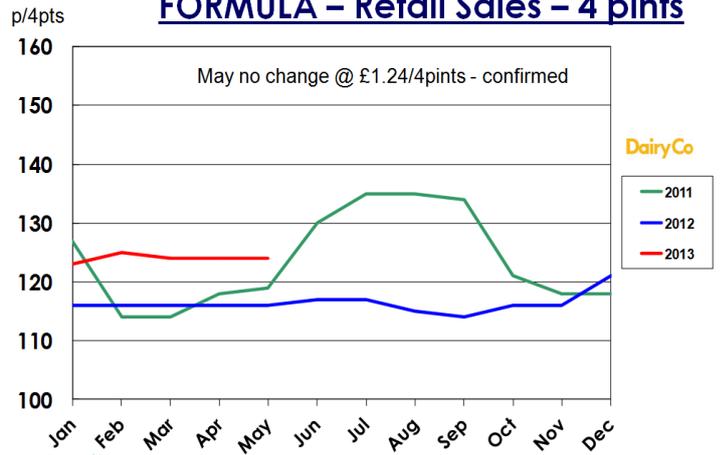
- Cream - a further +£10/t increase - Apr to May.
- Retail four pints - no changes.
- Feed - a further £4/t increase.
- Fert - down -£37/t
- Fuel - reduce again, with a slight revision downwards of the Dept of Climate Change declared fuel stats for April.

Source: Dairy Co Datum (with kind permissions)

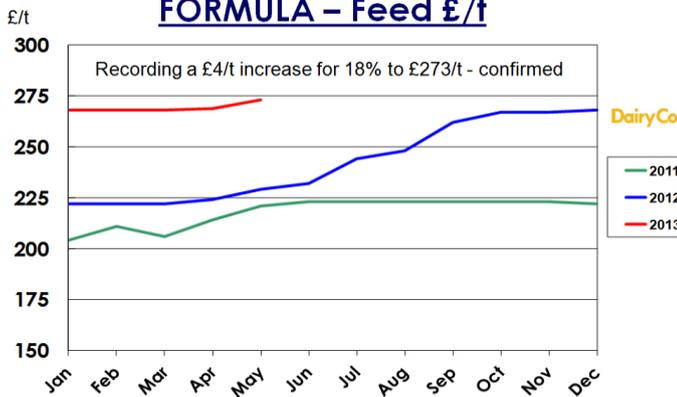
## FORMULA – Cream Index – p/l



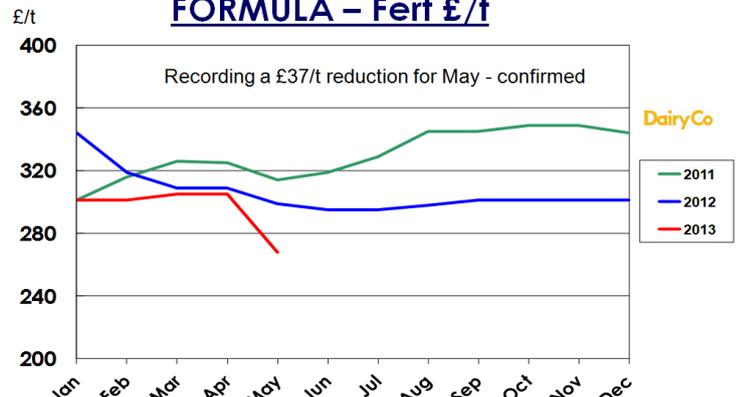
## FORMULA – Retail Sales – 4 pints



## FORMULA – Feed £/t



## FORMULA – Fert £/t



## FORMULA – Fuel p/l

