



Strategic partner in Canada's dairy industry

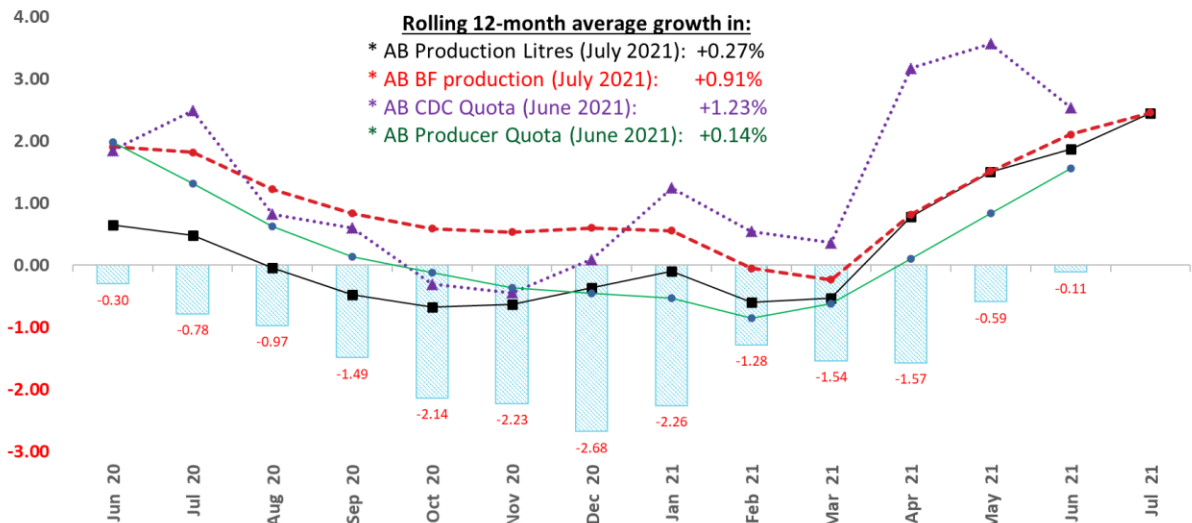
Alberta Production and Quota Update

Production Update

Daily average production in July was 2.36 million litres, an increase of 27,918 litres (+1.20 per cent) over June. The average butterfat density in July was 4.04, a -1.12 per cent decline from June 2021.

Comparing on a year-over-year basis, there was 2.45 per cent growth in volume in the 12-month period ending July 2021 over the 12-month period ending July 2020; and a 2.46 per cent growth in butterfat production for the same period. See the chart below for the most recent 24-month trend.

Year over Year Growth Trend in Annual Production and Quota vs. CQP (%)



	Jun 2020	Jul 2020	Aug 2020	Sep 2020	Oct 2020	Nov 2020	Dec 2020	Jan 2021	Feb 2021	Mar 2021	Apr 2021	May 2021	Jun 2021	Jul 2021
WMP CQP (%)	-0.30	-0.78	-0.97	-1.49	-2.14	-2.23	-2.68	-2.26	-1.28	-1.54	-1.57	-0.59	-0.11	
AB Litres (%)	0.65	0.48	-0.04	-0.47	-0.68	-0.63	-0.36	-0.10	-0.59	-0.53	0.78	1.50	1.87	2.45
AB BF kg (%)	1.91	1.82	1.23	0.83	0.59	0.54	0.60	0.56	-0.05	-0.23	0.82	1.51	2.11	2.46
AB CDC Quota (%)	1.85	2.50	0.83	0.60	-0.30	-0.44	0.10	1.25	0.55	0.36	3.18	3.57	2.54	
AB Producer Quota (%)	1.98	1.31	0.63	0.14	-0.12	-0.36	-0.45	-0.53	-0.86	-0.62	0.10	0.84	1.56	

Quota Update

The WMP's rolling 12-month quota increased by 2.54 per cent in June over May. Alberta's daily producer quota issuance in July 2021 was 96,088 kg/day, 98.04 per cent relative to the past 12-month CDC quota allocation.

Pools' Quota Utilization

Cumulative Quota Positions (CQP) at the end of June 2021 for the WMP, P5 and P10 were -0.11, -0.54 and -0.65 per cent respectively. This means that the respective pools on a cumulative basis are all under-producing by their respective percentages as indicated.

The WMP over-filled its monthly CDC quota allotment by 488,044 kilograms of butterfat in June 2021 or +6.40 per cent relative to -2.76 per cent for the same period last year.

Quota and Milk Production Summary (BF kg)					
Month	Jun 2021	Jul 2021	Aug 2021	Sep 2021	Oct 2021
Status	Official	Pre-Pooling	Projected	Projected	Projected
Alberta					
Butterfat Production (kg/day)	95,445	95,501	95,603	96,783	98,130
Provincial Quota (kg/day)	89,493	93,885	92,795	101,953	101,651
Producer Quota (kg/day)	96,088	96,079	96,079	96,079	96,079
Producer Quota + Incentive Credits (kg/day)	96,088	96,079	96,079	96,079	96,079
Cumulative Position (%)					
Producer Position (Days)	-2.91	-3.18	-3.42	-3.28	-2.70
Provincial Position (Days)	-12.54	-11.44	-10.64	-11.21	-12.31
Penalty (kg)	0	0	0	0	0
Western Milk Pool					
Butterfat Production (kg/day)	273,275	269,225	268,787	273,337	278,059
Pool Quota (kg/day)	254,280	266,757	263,661	289,683	288,823
Cumulative Position (%)*	-0.11%	-0.04%	0.12%	-0.36%	-0.70%
Penalty (kg)	0	0	0	0	0
*The P10 pool's limits on production are +1.25% and -2.00% of the P10 rolling 12-month quota.					

