



Strategic partner in Canada's dairy industry

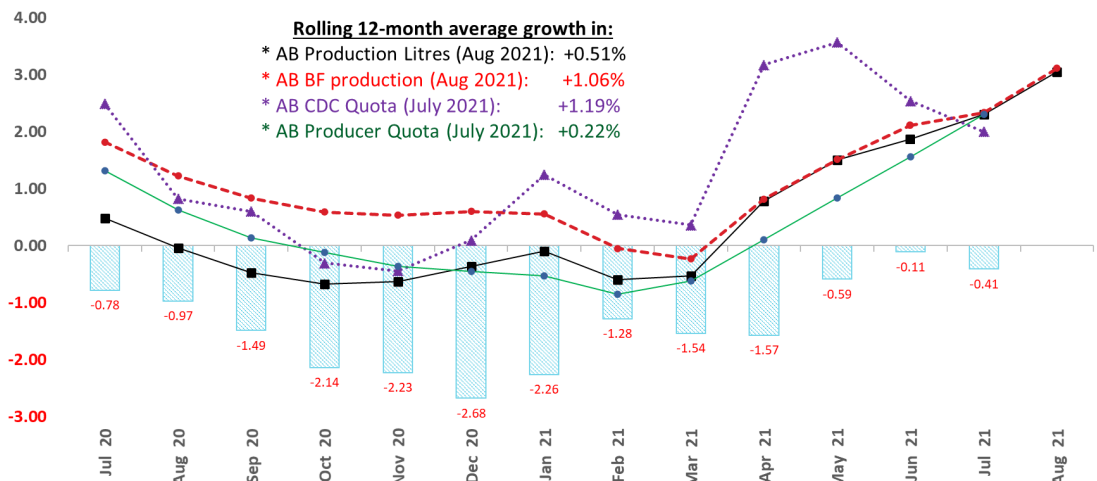
Alberta Production and Quota Update September 2021

Production Update

Daily average production in August was 2.34 million litres, an increase of 15,588 litres (+0.67 per cent) over July. The average butterfat density in August was 4.10, a 1.31 per cent increase from July 2021.

Comparing on a year-over-year basis, there was 3.05 per cent growth in volume in the 12-month period ending August 2021 over the 12-month period ending August 2020; and a 3.12 per cent growth in butterfat production for the same period. See the chart below for the most recent historical trend.

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



	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	Aug 2021
WMP CQP (%)	-0.78	-0.97	-1.49	-2.14	-2.23	-2.68	-2.26	-1.28	-1.54	-1.57	-0.59	-0.11	-0.41	
AB Litres (%)	0.48	-0.04	-0.47	-0.68	-0.63	-0.36	-0.10	-0.59	-0.53	0.78	1.50	1.87	2.31	3.05
AB BF kg (%)	1.82	1.23	0.83	0.59	0.54	0.60	0.56	-0.05	-0.23	0.82	1.51	2.11	2.34	3.12
AB CDC Quota (%)	2.50	0.83	0.60	-0.30	-0.44	0.10	1.25	0.55	0.36	3.18	3.57	2.54	2.00	
AB Producer Quota (%)	1.31	0.63	0.14	-0.12	-0.36	-0.45	-0.53	-0.86	-0.62	0.10	0.84	1.56	2.30	

Quota Update

The WMP's rolling 12-month quota increased by 2.00 per cent in July over June. Alberta's daily producer quota issuance in July 2021 was 96,079 kg/day, 98.33 per cent relative to the past 12-month CDC quota allocation.

Pool's Quota Utilization

Cumulative Quota Positions (CQP) at the end of July 2021 for the WMP, P5 and P10 were -0.41, -0.51 and -0.72 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 under-filled its monthly CDC quota allotment by 302,192 kilograms of butterfat in July 2021 or -3.54 per cent relative to -5.62 per cent for the same period last year.

Quota and Milk Production Summary (BF kg)					
Month	Jul 2021	Aug 2021	Sep 2021	Oct 2021	Nov 2021
Status	Official	Pre-Pooling	Projected	Projected	Projected
Alberta					
Butterfat Production (kg/day)	94,101	95,972	96,783	98,130	98,880
Provincial Quota (kg/day)	96,918	92,795	101,953	101,651	101,255
Producer Quota (kg/day)	96,079	96,100	96,100	96,100	96,100
Producer Quota + Incentive Credits (kg/day)	96,079	96,100	96,100	96,100	96,100
Cumulative Position (%)					
Producer Position (Days)	-3.13	-3.25	-3.13	-2.56	-1.77
Provincial Position (Days)	-12.48	-11.97	-12.42	-13.53	-14.29
Penalty (kg)	0	0	0	0	0
Western Milk Pool					
Butterfat Production (kg/day)	266,477	269,156	273,337	278,059	281,031
Pool Quota (kg/day)	275,374	263,661	289,683	288,823	287,698
Cumulative Position (%)*	-0.41%	-0.24%	-0.73%	-1.06%	-1.26%
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.					

